

CY 2008 Final Operating Subsidy Documents
TN001 - Memphis Housing Authority

9/23/2008

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN001000002 | \$ 1,780,405 | \$ 1,583,848 | \$ 670,755 | \$ 913,093 | \$ 913,093 | | \$ - | |
| 2 | TN001000008 | \$ 1,687,435 | \$ 1,501,142 | \$ 736,390 | \$ 764,752 | \$ 405,357 | | \$ - | |
| 3 | TN001000009 | \$ 1,177,739 | \$ 1,047,717 | \$ 960,509 | \$ 87,208 | \$ - | | \$ - | |
| 4 | TN001000013 | \$ 466,221 | \$ 414,750 | \$ 315,367 | \$ 99,383 | \$ - | | \$ - | |
| 5 | TN001000014 | \$ 454,465 | \$ 404,292 | \$ 342,581 | \$ 61,711 | \$ - | | \$ - | |
| 6 | TN001000015 | \$ 21,168 | \$ 18,831 | \$ 470,649 | \$ (451,818) | \$ - | | \$ - | |
| 7 | TN001000016 | \$ 21,600 | \$ 19,215 | \$ 480,254 | \$ (461,039) | \$ - | | \$ - | |
| 8 | TN001000018 | \$ 495,323 | \$ 440,639 | \$ 331,376 | \$ 109,263 | \$ - | | \$ - | |
| 9 | TN001000021 | \$ 426,322 | \$ 379,256 | \$ 160,085 | \$ 219,171 | \$ - | | \$ - | |
| 10 | TN001000023 | \$ 416,541 | \$ 370,555 | \$ 329,775 | \$ 40,780 | \$ - | | \$ - | |
| 11 | TN001000033 | \$ 63,112 | \$ 56,144 | \$ 64,034 | \$ (7,890) | \$ - | | \$ - | |
| 12 | TN001000043 | \$ 129,453 | \$ 115,161 | \$ 128,068 | \$ (12,907) | \$ - | | \$ - | |
| 13 | TN001000044 | \$ 180,422 | \$ 160,503 | \$ 147,278 | \$ 13,225 | \$ - | | \$ - | |
| 14 | TN001000045 | \$ 24,509 | \$ 21,803 | \$ 46,425 | \$ (24,622) | \$ - | | \$ - | |
| 15 | TN001000046 | \$ 252,453 | \$ 224,582 | \$ 246,531 | \$ (21,949) | \$ - | | \$ - | |
| 16 | TN001000047 | \$ 100,465 | \$ 89,374 | \$ 132,870 | \$ (43,496) | \$ - | | \$ - | |
| 17 | TN001000048 | \$ 35,656 | \$ 31,720 | \$ 35,219 | \$ (3,499) | \$ - | | \$ - | |
| 18 | TN001000049 | \$ 14,985 | \$ 13,331 | \$ 33,618 | \$ (20,287) | \$ - | | \$ - | |
| 19 | TN001000050 | \$ 54,579 | \$ 48,553 | \$ 64,034 | \$ (15,481) | \$ - | | \$ - | |
| 20 | TN001000051 | \$ 40,676 | \$ 36,185 | \$ 44,824 | \$ (8,639) | \$ - | | \$ - | |
| 21 | TN001000053 | \$ 48,071 | \$ 42,764 | \$ 43,223 | \$ (459) | \$ - | | \$ - | |
| 22 | TN001000054 | \$ 67,990 | \$ 60,484 | \$ 128,068 | \$ (67,584) | \$ - | | \$ - | |
| 23 | TN001000055 | \$ 45,390 | \$ 40,379 | \$ 64,034 | \$ (23,655) | \$ - | | \$ - | |
| 24 | TN001000056 | \$ 108,786 | \$ 96,776 | \$ 86,446 | \$ 10,330 | \$ - | | \$ - | |
| 25 | TN001000057 | \$ 195,297 | \$ 173,736 | \$ - | \$ 173,736 | \$ - | | \$ - | |
| 26 | TN001000058 | \$ 1,705 | \$ 1,517 | \$ 67,235 | \$ (65,718) | \$ - | | \$ - | |
| 27 | TN001000059 | \$ 13,340 | \$ 11,867 | \$ - | \$ 11,867 | \$ - | | \$ - | |
| 28 | TN001000061 | \$ 48,307 | \$ 42,974 | \$ - | \$ 42,974 | \$ - | | \$ - | |
| | Total | \$ 8,372,415 | \$ 7,448,098 | \$ 6,129,648 | \$ 1,318,450 | \$ 1,318,450 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

| | | A | B | C | D | E | F | G | H |
|-----|-----------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100000208D

Dear Mr. Lipscomb:

This letter obligates \$913,093 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 0 2 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 420 | | 0 | | 0 | | 420 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 4,949 | 4,949 | 4,949 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 12 | 12 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 67 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 67 | |
| 15 | Total Unit Months | 5,040 | 5,040 | 4,949 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 412 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$318.48 | \$318.48 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$325.49 | \$325.49 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,640,470 | \$1,640,470 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$167.20 | \$167.20 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$842,688 | \$842,688 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$8,725 | \$8,725 |
| 11 | Funding for resident participation activities | \$10,300 | \$10,300 |
| 12 | Asset management fee | \$20,160 | \$20,160 |
| 13 | Information technology fee | \$10,080 | \$10,080 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$49,265 | \$49,265 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$2,532,423 | \$2,532,423 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$149.21 | \$149.21 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$149.21 | \$149.21 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$752,018 | \$752,018 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,780,405 | \$1,780,405 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$8,725 | \$8,725 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,780,405 | \$1,780,405 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,780,405 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100000808D

Dear Mr. Lipscomb:

This letter obligates \$405,357 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; display: inline-block;">2008</div> <div style="margin-top: -40px; margin-left: 10px;"> For Informational Purposes Only </div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3768 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN001000008 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 7046725 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|----------|---------------------------|----------|-------------------------------|----------|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 460 | | 0 | | 0 | | 460 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 4,828 | 4,828 | 4,828 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 218 | 218 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 22 | 22 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 452 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 166 | |
| 15 | Total Unit Months | 5,520 | 5,234 | 4,828 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 402 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$319.60 | \$319.60 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$326.63 | \$326.63 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,709,581 | \$1,709,581 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$105.61 | \$105.61 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$552,763 | \$552,763 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$9,556 | \$9,556 |
| 11 | Funding for resident participation activities | \$10,050 | \$10,050 |
| 12 | Asset management fee | \$22,080 | \$22,080 |
| 13 | Information technology fee | \$11,040 | \$11,040 |
| 14 | Asset repositioning fee | \$8,819 | \$8,819 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$61,545 | \$61,545 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$2,323,889 | \$2,323,889 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$121.60 | \$121.60 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$121.60 | \$121.60 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$636,454 | \$636,454 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,687,435 | \$1,687,435 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$9,556 | \$9,556 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,687,435 | \$1,687,435 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,687,435 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100000908D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 0 9 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 600 | | 0 | | 0 | | 600 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|---|---|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 0 | 0 | 0 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 7,200 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|----------|----------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 7,200 | 0 | 0 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 0 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$275.02 | \$275.02 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$281.07 | \$281.07 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$0 | \$0 |
| 12 | Asset management fee | \$28,800 | \$28,800 |
| 13 | Information technology fee | \$14,400 | \$14,400 |
| 14 | Asset repositioning fee | \$1,134,539 | \$1,134,539 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$1,177,739 | \$1,177,739 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,177,739 | \$1,177,739 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$0.00 | \$0.00 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$0.00 | \$0.00 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,177,739 | \$1,177,739 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,177,739 | \$1,177,739 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,177,739 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100001308D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 1 3 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 198 | | 0 | | 0 | | 198 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,300 | 2,300 | 2,300 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 52 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 52 | |
| 15 | Total Unit Months | 2,376 | 2,376 | 2,300 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 192 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$238.96 | \$238.96 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.22 | \$244.22 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$580,267 | \$580,267 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$99.79 | \$99.79 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$237,101 | \$237,101 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$50,370 | \$50,370 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$4,113 | \$4,113 |
| 11 | Funding for resident participation activities | \$4,800 | \$4,800 |
| 12 | Asset management fee | \$9,504 | \$9,504 |
| 13 | Information technology fee | \$4,752 | \$4,752 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$73,539 | \$73,539 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$890,907 | \$890,907 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$178.74 | \$178.74 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$178.74 | \$178.74 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$424,686 | \$424,686 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$466,221 | \$466,221 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,113 | \$4,113 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$466,221 | \$466,221 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$466,221 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100001408D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 1 4 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 215 | | 0 | | 0 | | 215 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,393 | 2,393 | 2,393 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 175 | | |

| Other ACC Unit Months | | | | |
|-----------------------|---|---|--|--|
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 77 | |
| 15 | Total Unit Months | 2,580 | 2,482 | 2,393 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 199 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$238.96 | \$238.96 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.22 | \$244.22 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$606,154 | \$606,154 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$88.01 | \$88.01 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$218,441 | \$218,441 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$52,379 | \$52,379 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$4,466 | \$4,466 |
| 11 | Funding for resident participation activities | \$4,975 | \$4,975 |
| 12 | Asset management fee | \$10,320 | \$10,320 |
| 13 | Information technology fee | \$5,160 | \$5,160 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$77,300 | \$77,300 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$901,895 | \$901,895 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$180.27 | \$180.27 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$180.27 | \$180.27 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$447,430 | \$447,430 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$454,465 | \$454,465 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,466 | \$4,466 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$454,465 | \$454,465 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$454,465 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100001508D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3768 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 1 0 0 0 0 1 5 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 7046725 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 294 | | 0 | | 0 | | 294 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|---------------------------------------|---|-------------------------|--|--|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 0 | 0 | 0 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 3,528 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|----------|----------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 3,528 | 0 | 0 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 0 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$325.93 | \$325.93 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$333.10 | \$333.10 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$0 | \$0 |
| 12 | Asset management fee | \$14,112 | \$14,112 |
| 13 | Information technology fee | \$7,056 | \$7,056 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$21,168 | \$21,168 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$21,168 | \$21,168 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$0.00 | \$0.00 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$0.00 | \$0.00 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$21,168 | \$21,168 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$21,168 | \$21,168 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$21,168 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100001608D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

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| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 1 6 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 300 | | 0 | | 0 | | 300 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|---------------------------------------|---|-------------------------|--|--|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 0 | 0 | 0 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 3,600 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|----------|----------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 3,600 | 0 | 0 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 0 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$332.63 | \$332.63 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$339.95 | \$339.95 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$0 | \$0 |
| 12 | Asset management fee | \$14,400 | \$14,400 |
| 13 | Information technology fee | \$7,200 | \$7,200 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$21,600 | \$21,600 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$21,600 | \$21,600 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$0.00 | \$0.00 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$0.00 | \$0.00 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$21,600 | \$21,600 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$21,600 | \$21,600 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$21,600 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100001808D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 1 8 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 208 | | 0 | | 0 | | 208 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,395 | 2,395 | 2,395 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 89 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 75 | |
| 15 | Total Unit Months | 2,496 | 2,482 | 2,395 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 200 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$238.96 | \$238.96 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.22 | \$244.22 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$606,154 | \$606,154 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$109.56 | \$109.56 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$271,928 | \$271,928 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$50,674 | \$50,674 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$4,321 | \$4,321 |
| 11 | Funding for resident participation activities | \$5,000 | \$5,000 |
| 12 | Asset management fee | \$9,984 | \$9,984 |
| 13 | Information technology fee | \$4,992 | \$4,992 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$74,971 | \$74,971 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$953,053 | \$953,053 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$184.42 | \$184.42 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$184.42 | \$184.42 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$457,730 | \$457,730 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$495,323 | \$495,323 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,321 | \$4,321 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$495,323 | \$495,323 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$495,323 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100002108D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 2 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 100 | | 0 | | 0 | | 100 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,116 | 1,116 | 1,116 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 36 | 36 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 36 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 36 | |
| 15 | Total Unit Months | 1,200 | 1,200 | 1,116 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 93 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$338.87 | \$338.87 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$346.33 | \$346.33 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$415,596 | \$415,596 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$148.06 | \$148.06 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$177,672 | \$177,672 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$2,077 | \$2,077 |
| 11 | Funding for resident participation activities | \$2,325 | \$2,325 |
| 12 | Asset management fee | \$4,800 | \$4,800 |
| 13 | Information technology fee | \$2,400 | \$2,400 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$11,602 | \$11,602 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$604,870 | \$604,870 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$148.79 | \$148.79 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$148.79 | \$148.79 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$178,548 | \$178,548 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$426,322 | \$426,322 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,077 | \$2,077 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$426,322 | \$426,322 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$426,322 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100002308D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 2 3 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 206 | | 0 | | 0 | | 206 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,322 | 2,322 | 2,322 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 138 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 74 | |
| 15 | Total Unit Months | 2,472 | 2,408 | 2,322 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 194 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$238.96 | \$238.96 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.22 | \$244.22 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$588,082 | \$588,082 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$91.93 | \$91.93 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$221,367 | \$221,367 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$50,187 | \$50,187 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$4,279 | \$4,279 |
| 11 | Funding for resident participation activities | \$4,850 | \$4,850 |
| 12 | Asset management fee | \$9,888 | \$9,888 |
| 13 | Information technology fee | \$4,944 | \$4,944 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$74,148 | \$74,148 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$883,597 | \$883,597 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$193.96 | \$193.96 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$193.96 | \$193.96 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$467,056 | \$467,056 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$416,541 | \$416,541 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,279 | \$4,279 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$416,541 | \$416,541 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$416,541 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100003308D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 3 3 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 40 | | 0 | | 0 | | 40 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|---|---|---|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 0 | 0 | 0 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|---|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|-----|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 480 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|----------|----------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 480 | 0 | 0 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 0 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$327.42 | \$327.42 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$334.62 | \$334.62 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$0 | \$0 |
| 12 | Asset management fee | \$1,920 | \$1,920 |
| 13 | Information technology fee | \$960 | \$960 |
| 14 | Asset repositioning fee | \$60,232 | \$60,232 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$63,112 | \$63,112 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$63,112 | \$63,112 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$126.85 | \$126.85 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$126.85 | \$126.85 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$63,112 | \$63,112 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$63,112 | \$63,112 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$63,112 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100004308D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 4 3 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|---|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 80 | | 0 | | 0 | | 80 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 948 | 948 | 948 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 12 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 12 | |
| 15 | Total Unit Months | 960 | 960 | 948 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 79 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$238.96 | \$238.96 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.22 | \$244.22 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$234,451 | \$234,451 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$110.34 | \$110.34 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$105,926 | \$105,926 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$1,975 | \$1,975 |
| 12 | Asset management fee | \$3,840 | \$3,840 |
| 13 | Information technology fee | \$1,920 | \$1,920 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$7,735 | \$7,735 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$348,112 | \$348,112 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$227.77 | \$227.77 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$227.77 | \$227.77 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$218,659 | \$218,659 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$129,453 | \$129,453 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$129,453 | \$129,453 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$129,453 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100004408D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 4 4 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 92 | | 0 | | 0 | | 92 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,073 | 1,073 | 1,073 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 31 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 31 | |
| 15 | Total Unit Months | 1,104 | 1,104 | 1,073 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 89 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$294.93 | \$294.93 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$301.42 | \$301.42 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$332,768 | \$332,768 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$2,225 | \$2,225 |
| 12 | Asset management fee | \$4,416 | \$4,416 |
| 13 | Information technology fee | \$2,208 | \$2,208 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$8,849 | \$8,849 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$341,617 | \$341,617 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$146.01 | \$146.01 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$146.01 | \$146.01 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$161,195 | \$161,195 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$180,422 | \$180,422 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$180,422 | \$180,422 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$180,422 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100004508D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 4 5 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 7046725 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0440 | | | | Sam Perrin | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 29 | | 0 | | 0 | | 29 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|---|---|---|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 0 | 0 | 0 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|---|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|-----|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 348 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|----------|----------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 348 | 0 | 0 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 0 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$336.21 | \$336.21 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$343.61 | \$343.61 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$0 | \$0 |
| 12 | Asset management fee | \$1,392 | \$1,392 |
| 13 | Information technology fee | \$696 | \$696 |
| 14 | Asset repositioning fee | \$22,421 | \$22,421 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$24,509 | \$24,509 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$24,509 | \$24,509 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$134.37 | \$134.37 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$134.37 | \$134.37 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$24,509 | \$24,509 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$24,509 | \$24,509 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$24,509 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100004608D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 4 6 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 154 | | 0 | | 0 | | 154 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,796 | 1,796 | 1,796 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 52 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 52 | |
| 15 | Total Unit Months | 1,848 | 1,848 | 1,796 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 150 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$286.95 | \$286.95 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$293.26 | \$293.26 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$541,944 | \$541,944 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$3,750 | \$3,750 |
| 12 | Asset management fee | \$7,392 | \$7,392 |
| 13 | Information technology fee | \$3,696 | \$3,696 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$14,838 | \$14,838 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$556,782 | \$556,782 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$164.68 | \$164.68 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$164.68 | \$164.68 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$304,329 | \$304,329 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$252,453 | \$252,453 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$252,453 | \$252,453 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$252,453 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100004708D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 4 7 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 76 | | 0 | | 0 | | 76 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-----|-----|-----|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 886 | 886 | 886 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 26 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 26 | |
| 15 | Total Unit Months | 912 | 912 | 886 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 74 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$279.34 | \$279.34 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$285.49 | \$285.49 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$260,367 | \$260,367 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$1,850 | \$1,850 |
| 12 | Asset management fee | \$3,648 | \$3,648 |
| 13 | Information technology fee | \$1,824 | \$1,824 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$7,322 | \$7,322 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$267,689 | \$267,689 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$183.36 | \$183.36 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$183.36 | \$183.36 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$167,224 | \$167,224 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$100,465 | \$100,465 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$100,465 | \$100,465 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$100,465 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100004808D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | 2008 For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 4 8 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 22 | | 0 | | 0 | | 22 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-----|-----|-----|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 239 | 239 | 239 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 25 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 8 | |
| 15 | Total Unit Months | 264 | 247 | 239 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 20 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$279.16 | \$279.16 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$285.30 | \$285.30 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$70,469 | \$70,469 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$500 | \$500 |
| 12 | Asset management fee | \$1,056 | \$1,056 |
| 13 | Information technology fee | \$528 | \$528 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$2,084 | \$2,084 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$72,553 | \$72,553 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$149.38 | \$149.38 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$149.38 | \$149.38 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$36,897 | \$36,897 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$35,656 | \$35,656 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$35,656 | \$35,656 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$35,656 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100004908D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | 2008 For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 1 0 0 0 0 4 9 | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | |
| 7046725 | | | 8. ROFO Code: | | | Financial Analyst: | | | |
| | | | 0440 | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 21 | | 0 | | 0 | | 21 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-----|-----|-----|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 230 | 230 | 230 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 17 | 17 | 17 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 5 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 5 | |
| 15 | Total Unit Months | 252 | 252 | 247 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 21 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|----------|----------|
| 01 | PUM project expense level (PEL) | \$321.31 | \$321.31 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$328.38 | \$328.38 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$82,752 | \$82,752 |

Utilities Expense Level (UEL)

| | | | |
|----|--|--------|--------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |

Add-Ons

| | | | |
|----|---|-----------------|-----------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$525 | \$525 |
| 12 | Asset management fee | \$1,008 | \$1,008 |
| 13 | Information technology fee | \$504 | \$504 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$2,037 | \$2,037 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$84,789 | \$84,789 |

Part B. Formula Income

| | | | |
|----|--|-----------------|-----------------|
| 01 | PUM formula income | \$277.00 | \$277.00 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$277.00 | \$277.00 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$69,804 | \$69,804 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|-----------------|-----------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$14,985 | \$14,985 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$14,985 | \$14,985 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$14,985 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100005008D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | |
| 4. ACC Number: A-3768 | | | | | | 5. Fiscal Year End: <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | |
| | | | | | | | | | | 6. Operating Fund Project Number: <div style="display: flex; justify-content: space-between;"> TN001000050 </div> | | | |
| 7. DUNS Number: 7046725 | | | | | | HUD Use Only | | | | 8. ROFO Code: 0440 | | | |
| 8. Financial Analyst: Sam Perrin | | | | | | | | | | | | | |

| Section 2 | | | | | | | | | |
|--|---|--------------------|---|------------------------|---|------------------------|--|--|--|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 | | | |
| 40 | | 0 | | 0 | | 40 | | | |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 461 | 461 | 461 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 19 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 14 | |
| 15 | Total Unit Months | 480 | 475 | 461 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 38 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$271.12 | \$271.12 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$277.08 | \$277.08 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$131,613 | \$131,613 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$950 | \$950 |
| 12 | Asset management fee | \$1,920 | \$1,920 |
| 13 | Information technology fee | \$960 | \$960 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$3,830 | \$3,830 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$135,443 | \$135,443 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$170.24 | \$170.24 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$170.24 | \$170.24 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$80,864 | \$80,864 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$54,579 | \$54,579 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$54,579 | \$54,579 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$54,579 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100005108D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|-------------|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | 2008 | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
| For Informational Purposes Only | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 5 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 28 | | 0 | | 0 | | 28 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-----|-----|-----|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 310 | 310 | 310 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 26 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 10 | |
| 15 | Total Unit Months | 336 | 320 | 310 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 26 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$344.71 | \$344.71 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$352.29 | \$352.29 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$112,733 | \$112,733 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$174.49 | \$174.49 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$55,837 | \$55,837 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$650 | \$650 |
| 12 | Asset management fee | \$1,344 | \$1,344 |
| 13 | Information technology fee | \$672 | \$672 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$2,666 | \$2,666 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$171,236 | \$171,236 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$408.00 | \$408.00 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$408.00 | \$408.00 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$130,560 | \$130,560 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$40,676 | \$40,676 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$40,676 | \$40,676 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$40,676 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100005308D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 5 3 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|---|---|--------------------|---|------------------------|---|------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 26 | | 0 | | 0 | | 26 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 257 | 257 | 257 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 48 | 48 | 48 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 7 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 7 | |
| 15 | Total Unit Months | 312 | 312 | 305 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 25 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$334.05 | \$334.05 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$341.40 | \$341.40 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$106,517 | \$106,517 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$91.79 | \$91.79 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$28,638 | \$28,638 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$625 | \$625 |
| 12 | Asset management fee | \$1,248 | \$1,248 |
| 13 | Information technology fee | \$624 | \$624 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$2,497 | \$2,497 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$137,652 | \$137,652 |

Part B. Formula Income

| | | | |
|----|--|-----------------|-----------------|
| 01 | PUM formula income | \$287.12 | \$287.12 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$287.12 | \$287.12 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$89,581 | \$89,581 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|-----------------|-----------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$48,071 | \$48,071 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$48,071 | \$48,071 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$48,071 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100005408D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 5 4 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 0 | | 80 | | 0 | | 80 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 434 | 434 | 434 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 526 | 526 | 526 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 960 | 960 | 960 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 80 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$239.57 | \$239.57 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.84 | \$244.84 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$235,046 | \$235,046 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$56.97 | \$56.97 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$54,691 | \$54,691 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$2,000 | \$2,000 |
| 12 | Asset management fee | \$3,840 | \$3,840 |
| 13 | Information technology fee | \$1,920 | \$1,920 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$7,760 | \$7,760 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$297,497 | \$297,497 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$239.07 | \$239.07 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$239.07 | \$239.07 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$229,507 | \$229,507 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|-----------------|-----------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$67,990 | \$67,990 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$67,990 | \$67,990 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$67,990 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100005508D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 5 5 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 0 | | 40 | | 0 | | 40 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-----|-----|-----|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 179 | 179 | 179 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 301 | 301 | 301 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|---|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 480 | 480 | 480 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 40 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$316.96 | \$316.96 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$323.93 | \$323.93 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$155,486 | \$155,486 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$82.99 | \$82.99 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$39,835 | \$39,835 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$1,000 | \$1,000 |
| 12 | Asset management fee | \$1,920 | \$1,920 |
| 13 | Information technology fee | \$960 | \$960 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$3,880 | \$3,880 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$199,201 | \$199,201 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$320.44 | \$320.44 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$320.44 | \$320.44 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$153,811 | \$153,811 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$45,390 | \$45,390 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$45,390 | \$45,390 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$45,390 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100005608D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 5 6 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 7046725 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0440 | | | | Sam Perrin | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 0 | | 86 | | 0 | | 86 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 0 | 0 | 0 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 828 | 828 | 828 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 207 | 207 | 207 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 1,035 | 1,035 | 1,035 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 86 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$239.57 | \$239.57 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.84 | \$244.84 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$253,409 | \$253,409 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$56.97 | \$56.97 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$58,964 | \$58,964 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$2,150 | \$2,150 |
| 12 | Asset management fee | \$4,140 | \$4,140 |
| 13 | Information technology fee | \$2,070 | \$2,070 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$8,360 | \$8,360 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$320,733 | \$320,733 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$204.78 | \$204.78 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$204.78 | \$204.78 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$211,947 | \$211,947 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$108,786 | \$108,786 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$108,786 | \$108,786 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$108,786 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100005708D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 5 7 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 0 | | 82 | | 0 | | 82 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 0 | 0 | 0 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 897 | 897 | 897 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 87 | 87 | 87 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 984 | 984 | 984 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 82 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$239.57 | \$239.57 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.84 | \$244.84 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$240,923 | \$240,923 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$106.57 | \$106.57 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$104,865 | \$104,865 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$10,350 | \$10,350 |
| 11 | Funding for resident participation activities | \$2,050 | \$2,050 |
| 12 | Asset management fee | \$3,936 | \$3,936 |
| 13 | Information technology fee | \$1,968 | \$1,968 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$18,304 | \$18,304 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$364,092 | \$364,092 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$171.54 | \$171.54 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$171.54 | \$171.54 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$168,795 | \$168,795 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$195,297 | \$195,297 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$10,350 | \$10,350 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$195,297 | \$195,297 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$195,297 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100005808D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|-------------|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | 2008 | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
| For Informational Purposes Only | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 1 0 0 0 0 5 8 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 0 | | 42 | | 0 | | 42 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 134 | 134 | 134 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 370 | 370 | 370 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 504 | 504 | 504 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 42 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$262.52 | \$262.52 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$268.30 | \$268.30 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$135,223 | \$135,223 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$1,050 | \$1,050 |
| 12 | Asset management fee | \$2,016 | \$2,016 |
| 13 | Information technology fee | \$1,008 | \$1,008 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$4,074 | \$4,074 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$139,297 | \$139,297 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$273.00 | \$273.00 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$273.00 | \$273.00 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$137,592 | \$137,592 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,705 | \$1,705 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,705 | \$1,705 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,705 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100005908D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; display: inline-block;">2008</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| For Informational Purposes Only | | OMB Approval No. 2577-0029 (exp.10/31/2008) |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN001000059 </div> | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 7046725 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0440 | | | | Sam Perrin | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 0 | | 37 | | 0 | | 37 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-----|-----|-----|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 0 | 0 | 0 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 444 | 444 | 444 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 444 | 444 | 444 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 37 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$288.45 | \$288.45 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$294.80 | \$294.80 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$130,891 | \$130,891 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$2.00 | \$2.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$888 | \$888 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$960 | \$960 |
| 11 | Funding for resident participation activities | \$925 | \$925 |
| 12 | Asset management fee | \$1,776 | \$1,776 |
| 13 | Information technology fee | \$888 | \$888 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$4,549 | \$4,549 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$136,328 | \$136,328 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$277.00 | \$277.00 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$277.00 | \$277.00 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$122,988 | \$122,988 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$13,340 | \$13,340 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$960 | \$960 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$13,340 | \$13,340 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$13,340 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert Lipscomb
Executive Director
Memphis Housing Authority
PO Box 3664
Memphis, TN 38103-3664

Dear Mr. Lipscomb:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00100006108D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Memphis Housing Authority PO Box 3664 Memphis, TN 38103 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3768 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN001000061 </div> | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 7046725 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 0 | | 36 | | 0 | | 36 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 0 | 0 | 0 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 207 | 207 | 207 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 225 | 225 | 225 |

| Vacant Unit Months | | | | |
|--------------------|--|---|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 432 | 432 | 432 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 36 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$270.36 | \$270.36 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$276.31 | \$276.31 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$119,366 | \$119,366 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$15.78 | \$15.78 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$6,817 | \$6,817 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$2,396 | \$2,396 |
| 10 | Cost of independent audit | \$3,500 | \$3,500 |
| 11 | Funding for resident participation activities | \$900 | \$900 |
| 12 | Asset management fee | \$1,728 | \$1,728 |
| 13 | Information technology fee | \$864 | \$864 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$9,388 | \$9,388 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$135,571 | \$135,571 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$202.00 | \$202.00 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$202.00 | \$202.00 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$87,264 | \$87,264 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$48,307 | \$48,307 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,500 | \$3,500 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$48,307 | \$48,307 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$48,307 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN002000001 | \$ 1,273,481 | \$ 1,132,889 | \$ 848,050 | \$ 284,839 | \$ 284,839 | | \$ - | |
| 2 | TN002000002 | \$ 2,027,667 | \$ 1,803,813 | \$ 1,254,002 | \$ 549,811 | \$ 549,811 | | \$ - | |
| | Total | \$ 3,301,148 | \$ 2,936,702 | \$ 2,102,052 | \$ 834,650 | \$ 834,650 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Edward J. Zimbicki, Jr.
Executive Director
Johnson City Housing Authority
901 Pardee Street
PO Box 59
Johnson City, TN 37605-0059

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00200000108D

Dear Mr. Zimbicki, Jr.:

This letter obligates \$284,839 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Johnson City Housing Authority PO Box 59 Johnson City, TN 37605 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2934 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> T N 0 0 2 0 0 0 0 1 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 018700091 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|----------|---------------------------|----------|-------------------------------|----------|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 305 | | 0 | | 0 | | 305 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,558 | 3,558 | 3,558 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 11 | 11 | |
| 06 | Special use units | 48 | 48 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 43 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 43 | |
| 15 | Total Unit Months | 3,660 | 3,660 | 3,558 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 297 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$275.16 | \$275.16 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$281.21 | \$281.21 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,029,229 | \$1,029,229 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$126.62 | \$126.62 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$463,429 | \$463,429 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$879 | \$0 |
| 10 | Cost of independent audit | \$4,820 | \$4,820 |
| 11 | Funding for resident participation activities | \$7,425 | \$7,425 |
| 12 | Asset management fee | \$14,640 | \$14,640 |
| 13 | Information technology fee | \$7,320 | \$7,320 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$35,084 | \$34,205 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,527,742 | \$1,526,863 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$93.82 | \$92.52 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$93.82 | \$92.52 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$343,381 | \$338,623 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$85,241 | \$85,241 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$85,241 | \$85,241 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,269,602 | \$1,273,481 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,820 | \$4,820 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,269,602 | \$1,273,481 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,273,481 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Edward J. Zimbicki, Jr.
Executive Director
Johnson City Housing Authority
901 Pardee Street
PO Box 59
Johnson City, TN 37605-0059

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00200000208D

Dear Mr. Zimbicki, Jr.:

This letter obligates \$549,811 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Johnson City Housing Authority PO Box 59 Johnson City, TN 37605 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2934 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> T N 0 0 2 0 0 0 0 2 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| 018700091 | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 451 | | 0 | | 0 | | 451 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 5,202 | 5,202 | 5,202 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 53 | 53 | |
| 06 | Special use units | 72 | 72 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 85 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 85 | |
| 15 | Total Unit Months | 5,412 | 5,412 | 5,202 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 434 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$299.94 | \$299.94 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$306.54 | \$306.54 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,658,994 | \$1,658,994 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$139.58 | \$139.58 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$755,407 | \$755,407 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$914 | \$0 |
| 10 | Cost of independent audit | \$7,126 | \$7,126 |
| 11 | Funding for resident participation activities | \$10,850 | \$10,850 |
| 12 | Asset management fee | \$21,648 | \$21,648 |
| 13 | Information technology fee | \$10,824 | \$10,824 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$51,362 | \$50,448 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$2,465,763 | \$2,464,849 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$105.53 | \$104.07 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$105.53 | \$104.07 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$571,128 | \$563,227 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$126,045 | \$126,045 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$126,045 | \$126,045 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$2,020,680 | \$2,027,667 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$7,126 | \$7,126 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$2,020,680 | \$2,027,667 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$2,027,667 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN003000001 | \$ 3,496,397 | \$ 3,110,395 | \$ 1,653,857 | \$ 1,456,538 | \$ 1,456,538 | | \$ - | |
| 2 | TN003000005 | \$ 1,300,036 | \$ 1,156,512 | \$ 663,466 | \$ 493,046 | \$ 493,046 | | \$ - | |
| 3 | TN003000006 | \$ 663,754 | \$ 590,476 | \$ 310,098 | \$ 280,378 | \$ 280,378 | | \$ - | |
| 4 | TN003000007 | \$ 639,352 | \$ 568,768 | \$ 598,562 | \$ (29,794) | \$ - | | \$ - | |
| 5 | TN003000008 | \$ 1,122,876 | \$ 998,910 | \$ 552,888 | \$ 446,022 | \$ 446,022 | | \$ - | |
| 6 | TN003000009 | \$ 893,148 | \$ 794,544 | \$ 649,043 | \$ 145,501 | \$ 145,501 | | \$ - | |
| 7 | TN003000010 | \$ 678,147 | \$ 603,280 | \$ 658,658 | \$ (55,378) | \$ - | | \$ - | |
| 8 | TN003000011 | \$ 595,029 | \$ 529,338 | \$ 665,870 | \$ (136,532) | \$ - | | \$ - | |
| 9 | TN003000012 | \$ 1,296,941 | \$ 1,153,759 | \$ 709,139 | \$ 444,620 | \$ 444,620 | | \$ - | |
| 10 | TN003000013 | \$ 2,209,545 | \$ 1,965,611 | \$ 1,086,545 | \$ 879,066 | \$ 879,066 | | \$ - | |
| 11 | TN003000018 | \$ 720,678 | \$ 641,115 | \$ 567,311 | \$ 73,804 | \$ 27,559 | | \$ - | |
| 12 | TN003000022 | \$ 44,792 | \$ 39,847 | \$ 26,443 | \$ 13,404 | \$ - | | \$ - | |
| 13 | TN003000023 | \$ 205,054 | \$ 182,416 | \$ 120,193 | \$ 62,223 | \$ - | | \$ - | |
| 14 | TN003000025 | \$ 539,599 | \$ 480,027 | \$ 420,676 | \$ 59,351 | \$ - | | \$ - | |
| 15 | TN003000028 | \$ 158,996 | \$ 141,443 | \$ 100,962 | \$ 40,481 | \$ - | | \$ - | |
| | Total | \$ 14,564,344 | \$ 12,956,441 | \$ 8,783,711 | \$ 4,172,730 | \$ 4,172,730 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300000108D

Dear Mr. Nance:

This letter obligates \$1,456,538 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | |
| A-4342 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 3 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | |
| 074914243 | | | 8. ROFO Code: | | | Financial Analyst: | | | |
| | | | 0437 | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 688 | | 0 | | 0 | | 688 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 6,169 | 6,169 | 6,169 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 1,837 | 1,837 | |
| 06 | Special use units | 36 | 36 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 178 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 24 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 178 | |
| 15 | Total Unit Months | 8,256 | 8,220 | 6,181 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 515 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$327.25 | \$327.25 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$334.45 | \$334.45 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$2,749,179 | \$2,749,179 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$71.24 | \$71.24 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$585,593 | \$585,593 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$64,487 | \$64,487 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$7,929 | \$7,929 |
| 11 | Funding for resident participation activities | \$12,875 | \$12,875 |
| 12 | Asset management fee | \$33,024 | \$33,024 |
| 13 | Information technology fee | \$16,512 | \$16,512 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$134,827 | \$134,827 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$3,469,599 | \$3,469,599 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$14.14 | \$14.14 |
| 02 | PUM change in utility allowances | (\$0.02) | (\$0.02) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$14.12 | \$14.12 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$116,066 | \$116,066 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$114,258 | \$142,864 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$114,258 | \$142,864 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$3,467,791 | \$3,496,397 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$7,929 | \$7,929 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$3,467,791 | \$3,496,397 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$3,496,397 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300000508D

Dear Mr. Nance:

This letter obligates \$493,046 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | |
| A-4342 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN00300005 </div> | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | |
| 074914243 | | | 8. ROFO Code: | | | Financial Analyst: | | | |
| | | | 0437 | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 276 | | 8 | | 6 | | 278 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,534 | 1,534 | 1,534 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 23 | | 23 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 1,771 | 1,771 | |
| 06 | Special use units | 11 | 11 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 3 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 3 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 3 | |
| 15 | Total Unit Months | 3,345 | 3,319 | 1,557 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 130 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$327.34 | \$327.34 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$334.54 | \$334.54 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,110,338 | \$1,110,338 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$53.55 | \$53.55 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$177,732 | \$177,732 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$21,496 | \$21,496 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$3,792 | \$3,792 |
| 11 | Funding for resident participation activities | \$3,250 | \$3,250 |
| 12 | Asset management fee | \$13,380 | \$13,380 |
| 13 | Information technology fee | \$6,690 | \$6,690 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$48,608 | \$48,608 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,336,678 | \$1,336,678 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$51.12 | \$51.12 |
| 02 | PUM change in utility allowances | (\$22.70) | (\$22.70) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$28.42 | \$28.42 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$94,326 | \$94,326 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$46,134 | \$57,684 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$46,134 | \$57,684 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,288,486 | \$1,300,036 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,792 | \$3,792 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,288,486 | \$1,300,036 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,300,036 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300000608D

Dear Mr. Nance:

This letter obligates \$280,378 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *eLOCCS* (electronic Line of Credit Control System). Instructions for the use of *eLOCCS* are in Notice PIH 2002-28 (HA), Use of *eLOCCS* to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: | | | | | |
| | | | | | | <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-4342 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 3 0 0 0 0 0 6 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 074914243 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 129 | | 0 | | 0 | | 129 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,395 | 1,395 | 1,395 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 9 | 9 | |
| 06 | Special use units | 48 | 48 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 96 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 46 | |
| 15 | Total Unit Months | 1,548 | 1,498 | 1,395 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 116 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$335.68 | \$335.68 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$343.06 | \$343.06 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$513,904 | \$513,904 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$66.50 | \$66.50 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$99,617 | \$99,617 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$14,331 | \$14,331 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$1,379 | \$1,379 |
| 11 | Funding for resident participation activities | \$2,900 | \$2,900 |
| 12 | Asset management fee | \$6,192 | \$6,192 |
| 13 | Information technology fee | \$3,096 | \$3,096 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$27,898 | \$27,898 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$641,419 | \$641,419 |

Part B. Formula Income

| | | | |
|----|--|----------------|----------------|
| 01 | PUM formula income | \$0.00 | \$0.00 |
| 02 | PUM change in utility allowances | \$2.47 | \$2.47 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$2.47 | \$2.47 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$3,700 | \$3,700 |

Part C. Other Formula Provisions

| | | | |
|----|--|-----------------|-----------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$20,822 | \$26,035 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$20,822 | \$26,035 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$658,541 | \$663,754 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,379 | \$1,379 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$658,541 | \$663,754 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$663,754 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

Dear Mr. Nance:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300000708D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-4342 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN003000007 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| 074914243 | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 249 | | 0 | | 0 | | 249 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,959 | 2,959 | 2,959 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 5 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 5 | |
| 15 | Total Unit Months | 2,988 | 2,976 | 2,971 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 248 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$245.57 | \$245.57 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$250.97 | \$250.97 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$746,887 | \$746,887 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$103.83 | \$103.83 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$308,998 | \$308,998 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$28,661 | \$28,661 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$12,185 | \$12,185 |
| 10 | Cost of independent audit | \$1,379 | \$1,379 |
| 11 | Funding for resident participation activities | \$6,200 | \$6,200 |
| 12 | Asset management fee | \$11,952 | \$11,952 |
| 13 | Information technology fee | \$5,976 | \$5,976 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$66,353 | \$66,353 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,122,238 | \$1,122,238 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$179.64 | \$179.64 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$179.64 | \$179.64 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$534,609 | \$534,609 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$41,366 | \$51,723 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$41,366 | \$51,723 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$628,995 | \$639,352 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,379 | \$1,379 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$628,995 | \$639,352 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$639,352 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300000808D

Dear Mr. Nance:

This letter obligates \$446,022 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-4342 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 3 0 0 0 0 0 8 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 074914243 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 230 | | 0 | | 0 | | 230 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,476 | 2,476 | 2,476 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 5 | | 5 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 8 | 8 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 247 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 83 | |
| 15 | Total Unit Months | 2,760 | 2,591 | 2,481 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 207 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$337.70 | \$337.70 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$345.13 | \$345.13 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$894,232 | \$894,232 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$53.76 | \$53.76 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$139,292 | \$139,292 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$25,079 | \$25,079 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$3,103 | \$3,103 |
| 11 | Funding for resident participation activities | \$5,175 | \$5,175 |
| 12 | Asset management fee | \$11,040 | \$11,040 |
| 13 | Information technology fee | \$5,520 | \$5,520 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$49,917 | \$49,917 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,083,441 | \$1,083,441 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$0.00 | \$0.00 |
| 02 | PUM change in utility allowances | \$2.16 | \$2.16 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$2.16 | \$2.16 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$5,597 | \$5,597 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$36,015 | \$45,032 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$36,015 | \$45,032 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,113,859 | \$1,122,876 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,103 | \$3,103 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,113,859 | \$1,122,876 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,122,876 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300000908D

Dear Mr. Nance:

This letter obligates \$145,501 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson".

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | |
| A-4342 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 3 0 0 0 0 9 | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | |
| | | | 8. ROFO Code: | | | Financial Analyst: | | | |
| 074914243 | | | 0437 | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 270 | | 0 | | 0 | | 270 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,050 | 3,050 | 3,050 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 36 | 36 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 154 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 97 | |
| 15 | Total Unit Months | 3,240 | 3,183 | 3,050 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 254 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$249.15 | \$249.15 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$254.63 | \$254.63 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$810,487 | \$810,487 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$110.34 | \$110.34 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$351,212 | \$351,212 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$28,661 | \$28,661 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$1,080 | \$1,080 |
| 10 | Cost of independent audit | \$1,379 | \$1,379 |
| 11 | Funding for resident participation activities | \$6,350 | \$6,350 |
| 12 | Asset management fee | \$12,960 | \$12,960 |
| 13 | Information technology fee | \$6,480 | \$6,480 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$56,910 | \$56,910 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,218,609 | \$1,218,609 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$119.63 | \$119.63 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$119.63 | \$119.63 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$380,782 | \$380,782 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$44,244 | \$55,321 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$44,244 | \$55,321 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$882,071 | \$893,148 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,379 | \$1,379 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$882,071 | \$893,148 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$893,148 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

Dear Mr. Nance:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300001008D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | 2008 For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | |
| A-4342 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 3 0 0 0 0 1 0 | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | |
| 074914243 | | | 8. ROFO Code: | | | Financial Analyst: | | | |
| | | | 0437 | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 274 | | 0 | | 0 | | 274 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,233 | 3,233 | 3,233 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 19 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 19 | |
| 15 | Total Unit Months | 3,288 | 3,276 | 3,245 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 270 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$239.57 | \$239.57 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.84 | \$244.84 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$802,096 | \$802,096 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$94.17 | \$94.17 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$308,501 | \$308,501 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$32,244 | \$32,244 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$11,527 | \$11,527 |
| 10 | Cost of independent audit | \$1,379 | \$1,379 |
| 11 | Funding for resident participation activities | \$6,750 | \$6,750 |
| 12 | Asset management fee | \$13,152 | \$13,152 |
| 13 | Information technology fee | \$6,576 | \$6,576 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$71,628 | \$71,628 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,182,225 | \$1,182,225 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$171.25 | \$171.25 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$171.25 | \$171.25 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$561,015 | \$561,015 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$45,536 | \$56,937 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$45,536 | \$56,937 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$666,746 | \$678,147 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,379 | \$1,379 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$666,746 | \$678,147 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$678,147 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

Dear Mr. Nance:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300001108D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-4342 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN003000011 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| 074914243 | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 277 | | 0 | | 0 | | 277 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,240 | 3,240 | 3,240 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 36 | 36 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 24 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 12 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 24 | |
| 15 | Total Unit Months | 3,324 | 3,300 | 3,252 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 271 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$239.57 | \$239.57 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.84 | \$244.84 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$807,972 | \$807,972 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$88.38 | \$88.38 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$291,654 | \$291,654 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$32,244 | \$32,244 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$1,506 | \$1,506 |
| 10 | Cost of independent audit | \$1,379 | \$1,379 |
| 11 | Funding for resident participation activities | \$6,775 | \$6,775 |
| 12 | Asset management fee | \$13,296 | \$13,296 |
| 13 | Information technology fee | \$6,648 | \$6,648 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$61,848 | \$61,848 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,161,474 | \$1,161,474 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$189.03 | \$189.03 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$189.03 | \$189.03 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$623,799 | \$623,799 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$45,870 | \$57,354 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$45,870 | \$57,354 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$583,545 | \$595,029 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,379 | \$1,379 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$583,545 | \$595,029 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$595,029 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300001208D

Dear Mr. Nance:

This letter obligates \$444,620 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-4342 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 3 0 0 0 0 1 2 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 074914243 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 300 | | 0 | | 5 | | 295 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,399 | 1,399 | 1,399 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 2,101 | 2,101 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 2 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 9 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 2 | |
| 15 | Total Unit Months | 3,547 | 3,526 | 1,411 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 118 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$332.16 | \$332.16 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$339.47 | \$339.47 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,196,971 | \$1,196,971 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$61.91 | \$61.91 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$218,295 | \$218,295 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$14,331 | \$14,331 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$3,792 | \$3,792 |
| 11 | Funding for resident participation activities | \$2,950 | \$2,950 |
| 12 | Asset management fee | \$14,188 | \$14,188 |
| 13 | Information technology fee | \$7,094 | \$7,094 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$42,355 | \$42,355 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,457,621 | \$1,457,621 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$56.78 | \$56.78 |
| 02 | PUM change in utility allowances | \$6.17 | \$6.17 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$62.95 | \$62.95 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$221,962 | \$221,962 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$49,011 | \$61,282 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$49,011 | \$61,282 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,284,670 | \$1,296,941 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,792 | \$3,792 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,284,670 | \$1,296,941 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,296,941 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300001308D

Dear Mr. Nance:

This letter obligates \$879,066 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-4342 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 3 0 0 0 0 1 3 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 074914243 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 452 | | 0 | | 0 | | 452 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

Occupied Unit Months

| | | | | |
|----|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,622 | 3,622 | 3,622 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

Vacant Unit Months

| | | | | |
|-----|--|-------|-------|--|
| 05 | Units undergoing modernization | 1,647 | 1,647 | |
| 06 | Special use units | 60 | 60 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 83 | | |

Other ACC Unit Months

| | | | | |
|----|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 83 | |
| 15 | Total Unit Months | 5,424 | 5,412 | 3,634 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 303 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$329.17 | \$329.17 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$336.41 | \$336.41 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,820,651 | \$1,820,651 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$77.00 | \$77.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$416,724 | \$416,724 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$39,409 | \$39,409 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$5,861 | \$5,861 |
| 11 | Funding for resident participation activities | \$7,575 | \$7,575 |
| 12 | Asset management fee | \$21,696 | \$21,696 |
| 13 | Information technology fee | \$10,848 | \$10,848 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$85,389 | \$85,389 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$2,322,764 | \$2,322,764 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$34.71 | \$34.71 |
| 02 | PUM change in utility allowances | \$3.59 | \$3.59 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$38.30 | \$38.30 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$207,280 | \$207,280 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$75,227 | \$94,061 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$75,227 | \$94,061 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$2,190,711 | \$2,209,545 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,861 | \$5,861 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$2,190,711 | \$2,209,545 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$2,209,545 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300001808D

Dear Mr. Nance:

This letter obligates \$27,559 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-4342 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 3 0 0 0 0 1 8 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 074914243 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0437 | | | | June H. Oliver | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 236 | | 0 | | 0 | | 236 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,800 | 2,800 | 2,800 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 8 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 8 | |
| 15 | Total Unit Months | 2,832 | 2,820 | 2,812 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 234 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$243.04 | \$243.04 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$248.39 | \$248.39 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$700,460 | \$700,460 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$105.37 | \$105.37 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$297,143 | \$297,143 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$28,661 | \$28,661 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$5,554 | \$5,554 |
| 10 | Cost of independent audit | \$1,034 | \$1,034 |
| 11 | Funding for resident participation activities | \$5,850 | \$5,850 |
| 12 | Asset management fee | \$11,328 | \$11,328 |
| 13 | Information technology fee | \$5,664 | \$5,664 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$58,091 | \$58,091 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,055,694 | \$1,055,694 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$136.18 | \$136.18 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$136.18 | \$136.18 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$384,028 | \$384,028 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$39,198 | \$49,012 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$39,198 | \$49,012 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$710,864 | \$720,678 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,034 | \$1,034 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$710,864 | \$720,678 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$720,678 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

Dear Mr. Nance:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300002208D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-4342 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 3 0 0 0 0 2 2 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 074914243 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 11 | | 0 | | 0 | | 11 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 132 | 132 | 132 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 132 | 132 | 132 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 11 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$307.11 | \$307.11 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$313.87 | \$313.87 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$41,431 | \$41,431 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$275 | \$275 |
| 12 | Asset management fee | \$528 | \$528 |
| 13 | Information technology fee | \$264 | \$264 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$1,067 | \$1,067 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$42,498 | \$42,498 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$0.00 | \$0.00 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$0.00 | \$0.00 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$1,835 | \$2,294 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$1,835 | \$2,294 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$44,333 | \$44,792 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$44,333 | \$44,792 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$44,792 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

Dear Mr. Nance:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300002308D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

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| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-4342 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 3 0 0 0 0 2 3 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 074914243 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 50 | | 0 | | 0 | | 50 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 598 | 598 | 598 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 2 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 2 | |
| 15 | Total Unit Months | 600 | 600 | 598 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 50 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$303.64 | \$303.64 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$310.32 | \$310.32 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$186,192 | \$186,192 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$3,584 | \$3,584 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$1,250 | \$1,250 |
| 12 | Asset management fee | \$2,400 | \$2,400 |
| 13 | Information technology fee | \$1,200 | \$1,200 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$8,434 | \$8,434 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$194,626 | \$194,626 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$0.00 | \$0.00 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$0.00 | \$0.00 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$8,340 | \$10,428 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$8,340 | \$10,428 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$202,966 | \$205,054 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$202,966 | \$205,054 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$205,054 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

Dear Mr. Nance:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300002508D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | |
| A-4342 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 3 0 0 0 0 2 5 | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | |
| 074914243 | | | 8. ROFO Code: | | | Financial Analyst: | | | |
| | | | 0437 | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 175 | | 0 | | 0 | | 175 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,333 | 1,333 | 1,333 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 5 | | 5 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|-----|--|
| 05 | Units undergoing modernization | 742 | 742 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 20 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 20 | |
| 15 | Total Unit Months | 2,100 | 2,095 | 1,338 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 112 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$282.42 | \$282.42 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$288.63 | \$288.63 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$604,680 | \$604,680 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$40.00 | \$42.92 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$83,800 | \$89,917 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$21,496 | \$21,496 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$651 | \$651 |
| 10 | Cost of independent audit | \$1,724 | \$1,724 |
| 11 | Funding for resident participation activities | \$2,800 | \$2,800 |
| 12 | Asset management fee | \$8,400 | \$8,400 |
| 13 | Information technology fee | \$4,200 | \$4,200 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$39,271 | \$39,271 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$727,751 | \$733,868 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$173.41 | \$173.41 |
| 02 | PUM change in utility allowances | (\$63.30) | (\$63.30) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$110.11 | \$110.11 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$230,680 | \$230,680 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$29,121 | \$36,411 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$29,121 | \$36,411 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$526,192 | \$539,599 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,724 | \$1,724 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$526,192 | \$539,599 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$539,599 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Alvin J. Nance
Executive Director
Knoxville's Community Development Corp.
901 N Broadway Street
PO Box 3550
Knoxville, TN 37927-3550

Dear Mr. Nance:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00300002808D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Knoxville's Community Development Corp. PO Box 3550 Knoxville, TN 37927 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-4342 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 3 0 0 0 0 2 8 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 074914243 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 42 | | 0 | | 0 | | 42 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-----|-----|-----|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 502 | 502 | 502 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|---|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 2 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 2 | |
| 15 | Total Unit Months | 504 | 504 | 502 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 42 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$239.57 | \$239.57 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.84 | \$244.84 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$123,399 | \$123,399 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$30.34 | \$36.30 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$15,291 | \$18,295 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$3,584 | \$3,584 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$539 | \$539 |
| 10 | Cost of independent audit | \$345 | \$345 |
| 11 | Funding for resident participation activities | \$1,050 | \$1,050 |
| 12 | Asset management fee | \$2,016 | \$2,016 |
| 13 | Information technology fee | \$1,008 | \$1,008 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$8,542 | \$8,542 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$147,232 | \$150,236 |

Part B. Formula Income

| | | | |
|----|--|------------|------------|
| 01 | PUM formula income | \$0.00 | \$0.00 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$0.00 | \$0.00 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |

Part C. Other Formula Provisions

| | | | |
|----|--|----------------|----------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$7,006 | \$8,760 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$7,006 | \$8,760 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$154,238 | \$158,996 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$345 | \$345 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$154,238 | \$158,996 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$158,996 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN004000001 | \$ 1,750,079 | \$ 1,556,870 | \$ 1,293,263 | \$ 263,607 | \$ 263,607 | | \$ - | |
| 2 | TN004000002 | \$ 2,131,736 | \$ 1,896,392 | \$ 1,085,092 | \$ 811,300 | \$ 811,300 | | \$ - | |
| 3 | TN004000003 | \$ 1,471,163 | \$ 1,308,747 | \$ 1,223,006 | \$ 85,741 | \$ 85,741 | | \$ - | |
| 4 | TN004000005 | \$ - | \$ - | \$ 314,003 | \$ (314,003) | \$ - | | \$ - | |
| 5 | TN004000007 | \$ 435,014 | \$ 386,988 | \$ 398,128 | \$ (11,140) | \$ - | | \$ - | |
| 6 | TN004000008 | \$ 1,428,875 | \$ 1,271,127 | \$ 884,727 | \$ 386,400 | \$ 386,400 | | \$ - | |
| 7 | TN004000010 | \$ 825,079 | \$ 733,990 | \$ 650,535 | \$ 83,455 | \$ 53,647 | | \$ - | |
| 8 | TN004000012 | \$ 1,392,504 | \$ 1,238,772 | \$ 889,931 | \$ 348,841 | \$ - | | \$ - | |
| 9 | TN004000021 | \$ 579,879 | \$ 515,860 | \$ 520,428 | \$ (4,568) | \$ - | | \$ - | |
| 10 | TN004000022 | \$ 308,712 | \$ 274,630 | \$ 343,482 | \$ (68,852) | \$ - | | \$ - | |
| 11 | TN004000029 | \$ 382,437 | \$ 340,216 | \$ 359,095 | \$ (18,879) | \$ - | | \$ - | |
| 12 | TN004000032 | \$ 43,607 | \$ 38,793 | \$ - | \$ 38,793 | \$ - | | \$ - | |
| | Total | \$ 10,749,085 | \$ 9,562,385 | \$ 7,961,690 | \$ 1,600,695 | \$ 1,600,695 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Betsy McCright
Executive Director (Acting)
Chattanooga Housing Authority
PO Box 1486
Chattanooga, TN 37401-1486

**SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00400000108D**

Dear Ms. McCright:

This letter obligates \$263,607 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | |
| Chattanooga Housing Authority PO Box 1486 Chattanooga, TN 37401 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | |
| A-3780 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 4 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | |
| 101138860 | | | 8. ROFO Code: | | | Financial Analyst: | | | |
| | | | 0437 | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 497 | | 0 | | 0 | | 497 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 5,408 | 5,408 | 5,408 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 532 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 179 | |
| 15 | Total Unit Months | 5,964 | 5,599 | 5,420 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 452 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$283.31 | \$283.31 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$289.54 | \$289.54 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,621,134 | \$1,621,134 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$113.55 | \$113.55 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$635,766 | \$635,766 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$2,878 | \$2,878 |
| 08 | Energy loan amortization | \$6,173 | \$77,143 |
| 09 | Payment in lieu of taxes (PILOT) | \$8,269 | \$8,269 |
| 10 | Cost of independent audit | \$4,042 | \$4,042 |
| 11 | Funding for resident participation activities | \$11,300 | \$11,300 |
| 12 | Asset management fee | \$23,856 | \$23,856 |
| 13 | Information technology fee | \$11,928 | \$11,928 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$68,446 | \$139,416 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$2,325,346 | \$2,396,316 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$115.42 | \$115.42 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$115.42 | \$115.42 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$646,237 | \$646,237 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,679,109 | \$1,750,079 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,042 | \$4,042 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,679,109 | \$1,750,079 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,750,079 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Betsy McCright
Executive Director (Acting)
Chattanooga Housing Authority
PO Box 1486
Chattanooga, TN 37401-1486

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00400000208D

Dear Ms. McCright:

This letter obligates \$811,300 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Chattanooga Housing Authority PO Box 1486 Chattanooga, TN 37401 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3780 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 4 0 0 0 0 0 2 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 101138860 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 417 | | 0 | | 0 | | 417 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,848 | 3,848 | 3,848 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 72 | 72 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 1,072 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 150 | |
| 15 | Total Unit Months | 5,004 | 4,070 | 3,860 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 322 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$282.08 | \$282.08 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$288.29 | \$288.29 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,173,340 | \$1,173,340 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$156.90 | \$156.90 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$638,583 | \$638,583 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$2,878 | \$2,878 |
| 08 | Energy loan amortization | \$53,711 | \$671,270 |
| 09 | Payment in lieu of taxes (PILOT) | \$6,938 | \$6,938 |
| 10 | Cost of independent audit | \$3,298 | \$3,298 |
| 11 | Funding for resident participation activities | \$8,050 | \$8,050 |
| 12 | Asset management fee | \$20,016 | \$20,016 |
| 13 | Information technology fee | \$10,008 | \$10,008 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$104,899 | \$722,458 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,916,822 | \$2,534,381 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$98.93 | \$98.93 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$98.93 | \$98.93 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$402,645 | \$402,645 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,514,177 | \$2,131,736 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,298 | \$3,298 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,514,177 | \$2,131,736 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$2,131,736 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Betsy McCright
Executive Director (Acting)
Chattanooga Housing Authority
PO Box 1486
Chattanooga, TN 37401-1486

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00400000308D

Dear Ms. McCright:

This letter obligates \$85,741 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Chattanooga Housing Authority PO Box 1486 Chattanooga, TN 37401 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3780 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> T N 0 0 4 0 0 0 0 3 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 101138860 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 440 | | 0 | | 0 | | 440 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,514 | 3,514 | 3,514 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-------|-----|--|
| 05 | Units undergoing modernization | 120 | 120 | |
| 06 | Special use units | 96 | 96 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 48 | 48 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 1,502 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 158 | |
| 15 | Total Unit Months | 5,280 | 3,936 | 3,514 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 293 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$303.57 | \$303.57 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$310.25 | \$310.25 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,221,144 | \$1,221,144 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$158.27 | \$158.27 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$622,951 | \$622,951 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$2,878 | \$2,878 |
| 08 | Energy loan amortization | \$5,054 | \$63,162 |
| 09 | Payment in lieu of taxes (PILOT) | \$7,321 | \$7,321 |
| 10 | Cost of independent audit | \$3,593 | \$3,593 |
| 11 | Funding for resident participation activities | \$7,325 | \$7,325 |
| 12 | Asset management fee | \$21,120 | \$21,120 |
| 13 | Information technology fee | \$10,560 | \$10,560 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$57,851 | \$115,959 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,901,946 | \$1,960,054 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$124.21 | \$124.21 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$124.21 | \$124.21 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$488,891 | \$488,891 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,413,055 | \$1,471,163 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,593 | \$3,593 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,413,055 | \$1,471,163 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,471,163 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Betsy McCright
Executive Director (Acting)
Chattanooga Housing Authority
PO Box 1486
Chattanooga, TN 37401-1486

Dear Ms. McCright:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00400000708D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Chattanooga Housing Authority PO Box 1486 Chattanooga, TN 37401 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3780 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 4 0 0 0 0 0 7 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 101138860 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0437 | | | | June H. Oliver | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 153 | | 0 | | 0 | | 153 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,800 | 1,800 | 1,800 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 1,836 | 1,824 | 1,812 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 151 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$238.69 | \$238.69 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$243.94 | \$243.94 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$444,947 | \$444,947 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$72.73 | \$72.73 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$132,660 | \$132,660 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$71,953 | \$71,953 |
| 08 | Energy loan amortization | \$6,187 | \$77,324 |
| 09 | Payment in lieu of taxes (PILOT) | \$2,546 | \$2,546 |
| 10 | Cost of independent audit | \$1,347 | \$1,347 |
| 11 | Funding for resident participation activities | \$3,775 | \$3,775 |
| 12 | Asset management fee | \$7,344 | \$7,344 |
| 13 | Information technology fee | \$3,672 | \$3,672 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$96,824 | \$167,961 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$674,431 | \$745,568 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$170.26 | \$170.26 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$170.26 | \$170.26 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$310,554 | \$310,554 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$363,877 | \$435,014 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,347 | \$1,347 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$363,877 | \$435,014 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$435,014 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Betsy McCright
Executive Director (Acting)
Chattanooga Housing Authority
PO Box 1486
Chattanooga, TN 37401-1486

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00400000808D

Dear Ms. McCright:

This letter obligates \$386,400 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Chattanooga Housing Authority PO Box 1486 Chattanooga, TN 37401 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3780 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN004000008 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 101138860 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 340 | | 0 | | 0 | | 340 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,465 | 3,465 | 3,465 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 20 | 20 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 18 | 18 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 541 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 122 | |
| 15 | Total Unit Months | 4,080 | 3,649 | 3,477 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 290 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$303.18 | \$303.18 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$309.85 | \$309.85 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,130,643 | \$1,130,643 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$142.82 | \$142.82 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$521,150 | \$521,150 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$2,878 | \$2,878 |
| 08 | Energy loan amortization | \$18,087 | \$271,583 |
| 09 | Payment in lieu of taxes (PILOT) | \$5,657 | \$5,657 |
| 10 | Cost of independent audit | \$2,695 | \$2,695 |
| 11 | Funding for resident participation activities | \$7,250 | \$7,250 |
| 12 | Asset management fee | \$16,320 | \$16,320 |
| 13 | Information technology fee | \$8,160 | \$8,160 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$61,047 | \$314,543 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,712,840 | \$1,966,336 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$147.29 | \$147.29 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$147.29 | \$147.29 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$537,461 | \$537,461 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,175,379 | \$1,428,875 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,695 | \$2,695 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,175,379 | \$1,428,875 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,428,875 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Betsy McCright
Executive Director (Acting)
Chattanooga Housing Authority
PO Box 1486
Chattanooga, TN 37401-1486

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00400001008D

Dear Ms. McCright:

This letter obligates \$53,647 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|---|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Chattanooga Housing Authority PO Box 1486 Chattanooga, TN 37401 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3780 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 4 0 0 0 0 1 0 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 101138860 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 250 | | 0 | | 0 | | 250 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,551 | 2,551 | 2,551 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 3 | 3 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 422 | | |

| Other ACC Unit Months | | | | |
|-----------------------|---|---|--|--|
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 90 | |
| 15 | Total Unit Months | 3,000 | 2,668 | 2,551 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 213 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$238.69 | \$238.69 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$243.94 | \$243.94 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$650,832 | \$650,832 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$121.41 | \$121.41 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$323,922 | \$323,922 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$115,125 | \$115,125 |
| 08 | Energy loan amortization | \$13,239 | \$163,453 |
| 09 | Payment in lieu of taxes (PILOT) | \$4,160 | \$4,160 |
| 10 | Cost of independent audit | \$2,091 | \$2,091 |
| 11 | Funding for resident participation activities | \$5,325 | \$5,325 |
| 12 | Asset management fee | \$12,000 | \$12,000 |
| 13 | Information technology fee | \$6,000 | \$6,000 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$157,940 | \$308,154 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,132,694 | \$1,282,908 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$171.60 | \$171.60 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$171.60 | \$171.60 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$457,829 | \$457,829 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$674,865 | \$825,079 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,091 | \$2,091 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$674,865 | \$825,079 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$825,079 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Betsy McCright
Executive Director (Acting)
Chattanooga Housing Authority
PO Box 1486
Chattanooga, TN 37401-1486

Dear Ms. McCright:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00400001208D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Chattanooga Housing Authority PO Box 1486 Chattanooga, TN 37401 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3780 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 4 0 0 0 0 1 2 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 101138860 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 311 | | 0 | | 98 | | 213 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,218 | 2,218 | 2,218 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-------|-------|--|
| 05 | Units undergoing modernization | 1,235 | 1,235 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 30 | 30 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 213 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 112 | |
| 15 | Total Unit Months | 3,732 | 3,619 | 2,230 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 186 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|-------|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 1,176 | |
|----|---|--|-------|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-------------|-------------|
| 01 | PUM project expense level (PEL) | \$302.68 | \$302.68 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$309.34 | \$309.34 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,119,501 | \$1,119,501 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$84.80 | \$84.80 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$306,891 | \$306,891 |

Add-Ons

| | | | |
|----|---|--------------------|--------------------|
| 07 | Self-sufficiency | \$14,390 | \$14,390 |
| 08 | Energy loan amortization | \$27,875 | \$433,360 |
| 09 | Payment in lieu of taxes (PILOT) | \$3,544 | \$3,544 |
| 10 | Cost of independent audit | \$2,470 | \$2,470 |
| 11 | Funding for resident participation activities | \$4,650 | \$4,650 |
| 12 | Asset management fee | \$14,928 | \$14,928 |
| 13 | Information technology fee | \$7,464 | \$7,464 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$75,321 | \$480,806 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,501,713 | \$1,907,198 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$142.61 | \$142.22 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$142.61 | \$142.22 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$516,106 | \$514,694 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|--------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$985,607 | \$1,392,504 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,470 | \$2,470 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$985,607 | \$1,392,504 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|-------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$1,392,504 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Betsy McCright
Executive Director (Acting)
Chattanooga Housing Authority
PO Box 1486
Chattanooga, TN 37401-1486

Dear Ms. McCright:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00400002108D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Chattanooga Housing Authority PO Box 1486 Chattanooga, TN 37401 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-3780 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">4</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">2</td> <td style="border: 1px solid black;">1</td> </tr> </table> | | | | | | T | N | 0 | 0 | 4 | 0 | 0 | 0 | 0 | 2 | 1 |
| T | N | 0 | 0 | 4 | 0 | 0 | 0 | 0 | 2 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 101138860 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 200 | | 0 | | 0 | | 200 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,930 | 1,930 | 1,930 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|-----|--|
| 05 | Units undergoing modernization | 130 | 130 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 47 | 47 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 269 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 72 | |
| 15 | Total Unit Months | 2,400 | 2,191 | 1,942 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 162 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$271.97 | \$271.97 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$277.95 | \$277.95 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$608,988 | \$608,988 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$147.27 | \$147.27 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$322,669 | \$322,669 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$2,878 | \$2,878 |
| 08 | Energy loan amortization | \$2,238 | \$27,964 |
| 09 | Payment in lieu of taxes (PILOT) | \$3,328 | \$3,328 |
| 10 | Cost of independent audit | \$1,572 | \$1,572 |
| 11 | Funding for resident participation activities | \$4,050 | \$4,050 |
| 12 | Asset management fee | \$9,600 | \$9,600 |
| 13 | Information technology fee | \$4,800 | \$4,800 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$28,466 | \$54,192 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$960,123 | \$985,849 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$185.29 | \$185.29 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$185.29 | \$185.29 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$405,970 | \$405,970 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$554,153 | \$579,879 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,572 | \$1,572 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$554,153 | \$579,879 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$579,879 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Betsy McCright
Executive Director (Acting)
Chattanooga Housing Authority
PO Box 1486
Chattanooga, TN 37401-1486

Dear Ms. McCright:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00400002208D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Chattanooga Housing Authority PO Box 1486 Chattanooga, TN 37401 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3780 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 4 0 0 0 0 2 2 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 101138860 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 142 | | 0 | | 0 | | 142 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,162 | 1,162 | 1,162 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|-----|--|
| 05 | Units undergoing modernization | 441 | 441 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 77 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 51 | |
| 15 | Total Unit Months | 1,704 | 1,666 | 1,174 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 98 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$238.69 | \$238.69 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$243.94 | \$243.94 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$406,404 | \$406,404 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$97.17 | \$97.17 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$161,885 | \$161,885 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$71,953 | \$71,953 |
| 08 | Energy loan amortization | \$781 | \$9,760 |
| 09 | Payment in lieu of taxes (PILOT) | \$2,196 | \$2,196 |
| 10 | Cost of independent audit | \$1,347 | \$1,347 |
| 11 | Funding for resident participation activities | \$2,450 | \$2,450 |
| 12 | Asset management fee | \$6,816 | \$6,816 |
| 13 | Information technology fee | \$3,408 | \$3,408 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$88,951 | \$97,930 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$657,240 | \$666,219 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$214.59 | \$214.59 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$214.59 | \$214.59 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$357,507 | \$357,507 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$299,733 | \$308,712 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,347 | \$1,347 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$299,733 | \$308,712 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$308,712 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Betsy McCright
Executive Director (Acting)
Chattanooga Housing Authority
PO Box 1486
Chattanooga, TN 37401-1486

Dear Ms. McCright:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00400002908D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Chattanooga Housing Authority PO Box 1486 Chattanooga, TN 37401 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3780 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 4 0 0 0 0 2 9 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 101138860 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 200 | | 0 | | 0 | | 200 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,022 | 2,022 | 2,022 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 378 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 72 | |
| 15 | Total Unit Months | 2,400 | 2,094 | 2,022 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 169 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$284.11 | \$284.11 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$290.36 | \$290.36 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$608,014 | \$608,014 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$4,225 | \$4,225 |
| 12 | Asset management fee | \$9,600 | \$9,600 |
| 13 | Information technology fee | \$4,800 | \$4,800 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$18,625 | \$18,625 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$626,639 | \$626,639 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$116.62 | \$116.62 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$116.62 | \$116.62 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$244,202 | \$244,202 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$382,437 | \$382,437 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$382,437 | \$382,437 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$382,437 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Betsy McCright
Executive Director (Acting)
Chattanooga Housing Authority
PO Box 1486
Chattanooga, TN 37401-1486

Dear Ms. McCright:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00400003208D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | 2008 For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Chattanooga Housing Authority PO Box 1486 Chattanooga, TN 37401 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3780 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 4 0 0 0 0 3 2 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 101138860 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 1 | | 36 | | 0 | | 37 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|---------------------------------------|---|-------------------------|--|--|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 0 | 0 | 0 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 333 | 333 | 333 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 333 | 333 | 333 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 28 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$257.53 | \$257.53 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$263.20 | \$263.20 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$87,646 | \$87,646 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$44.64 | \$44.64 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$14,865 | \$14,865 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$700 | \$700 |
| 12 | Asset management fee | \$1,332 | \$1,332 |
| 13 | Information technology fee | \$666 | \$666 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$2,698 | \$2,698 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$105,209 | \$105,209 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$184.99 | \$184.99 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$184.99 | \$184.99 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$61,602 | \$61,602 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$43,607 | \$43,607 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$43,607 | \$43,607 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$43,607 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

CY 2008 Final Operating Subsidy Documents
TN005 - Metropolitan Development Housing Agency

9/23/2008

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN005000001 | \$ 4,083,714 | \$ 3,632,872 | \$ 2,273,995 | \$ 1,358,877 | \$ 1,358,877 | | \$ - | |
| 2 | TN005000002 | \$ 4,995,948 | \$ 4,444,395 | \$ 2,844,034 | \$ 1,600,361 | \$ 1,600,361 | | \$ - | |
| 3 | TN005000003 | \$ 2,557,507 | \$ 2,275,158 | \$ 1,713,199 | \$ 561,959 | \$ 561,959 | | \$ - | |
| 4 | TN005000004 | \$ 2,491,509 | \$ 2,216,446 | \$ 1,152,404 | \$ 1,064,042 | \$ 1,064,042 | | \$ - | |
| 5 | TN005000005 | \$ 2,832,081 | \$ 2,519,419 | \$ 1,663,899 | \$ 855,520 | \$ 855,520 | | \$ - | |
| 6 | TN005000006 | \$ 727,729 | \$ 647,388 | \$ 677,885 | \$ (30,497) | \$ - | | \$ - | |
| 7 | TN005000007 | \$ 627,760 | \$ 558,455 | \$ 650,153 | \$ (91,698) | \$ - | | \$ - | |
| 8 | TN005000008 | \$ 1,454,539 | \$ 1,293,958 | \$ 1,546,810 | \$ (252,852) | \$ - | | \$ - | |
| 9 | TN005000009 | \$ 1,425,026 | \$ 1,267,703 | \$ 385,162 | \$ 882,541 | \$ 140,237 | | \$ - | |
| 10 | TN005000010 | \$ 1,233,863 | \$ 1,097,645 | \$ 1,133,916 | \$ (36,271) | \$ - | | \$ - | |
| 11 | TN005000011 | \$ 642,330 | \$ 571,417 | \$ 452,950 | \$ 118,467 | \$ - | | \$ - | |
| 12 | TN005000012 | \$ 305,691 | \$ 271,943 | \$ 419,056 | \$ (147,113) | \$ - | | \$ - | |
| 13 | TN005000013 | \$ 621,134 | \$ 552,561 | \$ 844,274 | \$ (291,713) | \$ - | | \$ - | |
| 14 | TN005000014 | \$ 126,602 | \$ 112,625 | \$ 123,252 | \$ (10,627) | \$ - | | \$ - | |
| | Total | \$ 24,125,433 | \$ 21,461,985 | \$ 15,880,989 | \$ 5,580,996 | \$ 5,580,996 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500000108D

Dear Mr. Ryan:

This letter obligates \$1,358,877 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3777 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> T N 0 0 5 0 0 0 0 1 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 072086507 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|---|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 738 | | 0 | | 0 | | 738 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 8,295 | 8,295 | 8,295 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 24 | | 24 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 48 | 48 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 189 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|-----|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 300 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 189 | |
| 15 | Total Unit Months | 8,856 | 8,532 | 8,319 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 693 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$381.81 | \$381.81 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$390.21 | \$390.21 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$3,329,272 | \$3,329,272 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$178.37 | \$178.37 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$1,521,853 | \$1,521,853 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$10,977 | \$10,977 |
| 11 | Funding for resident participation activities | \$17,325 | \$17,325 |
| 12 | Asset management fee | \$35,424 | \$35,424 |
| 13 | Information technology fee | \$17,712 | \$17,712 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$81,438 | \$81,438 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$4,932,563 | \$4,932,563 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$99.49 | \$99.49 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$99.49 | \$99.49 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$848,849 | \$848,849 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$4,083,714 | \$4,083,714 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$10,977 | \$10,977 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$4,083,714 | \$4,083,714 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$4,083,714 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500000208D

Dear Mr. Ryan:

This letter obligates \$1,600,361 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-3777 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">5</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">2</td> </tr> </table> | | | | | | T | N | 0 | 0 | 5 | 0 | 0 | 0 | 0 | 0 | 2 |
| T | N | 0 | 0 | 5 | 0 | 0 | 0 | 0 | 0 | 2 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 072086507 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|---|----------|---------------------------|----------|-------------------------------|----------|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 923 | | 0 | | 0 | | 923 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|--------|--------|--------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 10,459 | 10,459 | 10,459 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 369 | 369 | |
| 06 | Special use units | 72 | 72 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 164 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|---------------|---------------|---------------|
| 14 | Limited vacancies | | 164 | |
| 15 | Total Unit Months | 11,076 | 11,064 | 10,471 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 873 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$382.29 | \$382.29 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$390.70 | \$390.70 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$4,322,705 | \$4,322,705 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$156.71 | \$156.71 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$1,733,839 | \$1,733,839 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$13,728 | \$13,728 |
| 11 | Funding for resident participation activities | \$21,825 | \$21,825 |
| 12 | Asset management fee | \$44,304 | \$44,304 |
| 13 | Information technology fee | \$22,152 | \$22,152 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$102,009 | \$102,009 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$6,158,553 | \$6,158,553 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$105.08 | \$105.08 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$105.08 | \$105.08 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$1,162,605 | \$1,162,605 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$4,995,948 | \$4,995,948 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$13,728 | \$13,728 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$4,995,948 | \$4,995,948 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$4,995,948 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500000308D

Dear Mr. Ryan:

This letter obligates \$561,959 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-3777 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">5</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">3</td> </tr> </table> | | | | | | T | N | 0 | 0 | 5 | 0 | 0 | 0 | 0 | 0 | 3 |
| T | N | 0 | 0 | 5 | 0 | 0 | 0 | 0 | 0 | 3 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 072086507 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 556 | | 0 | | 0 | | 556 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 6,475 | 6,475 | 6,475 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 85 | 85 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 112 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 112 | |
| 15 | Total Unit Months | 6,672 | 6,672 | 6,475 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 540 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$353.47 | \$353.47 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$361.25 | \$361.25 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$2,410,260 | \$2,410,260 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$172.65 | \$172.65 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$1,151,921 | \$1,151,921 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$24,800 | \$24,800 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$11,806 | \$11,806 |
| 10 | Cost of independent audit | \$8,270 | \$8,270 |
| 11 | Funding for resident participation activities | \$13,500 | \$13,500 |
| 12 | Asset management fee | \$26,688 | \$26,688 |
| 13 | Information technology fee | \$13,344 | \$13,344 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$98,408 | \$98,408 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$3,660,589 | \$3,660,589 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$165.33 | \$165.33 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$165.33 | \$165.33 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$1,103,082 | \$1,103,082 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$2,557,507 | \$2,557,507 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$8,270 | \$8,270 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$2,557,507 | \$2,557,507 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$2,557,507 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500000408D

Dear Mr. Ryan:

This letter obligates \$1,064,042 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; display: inline-block;">2008</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| For Informational Purposes Only | | OMB Approval No. 2577-0029 (exp.10/31/2008) |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | |
|--|--|--|--|--|---|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | |
| 4. ACC Number: | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | |
| A-3777 | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 5 0 0 0 0 4 | | | | |
| 7. DUNS Number: | | HUD Use Only | | | | | | | |
| 072086507 | | 8. ROFO Code: | | | Financial Analyst: | | | | |
| | | 0440 | | | Sam Perrin | | | | |

| Section 2 | | | | | | |
|---|---|--------------------|---|------------------------|---|------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 374 | | 119 | | 0 | | 493 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 4,425 | 4,425 | 4,425 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 112 | 112 | 112 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 1,237 | 1,237 | 1,237 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 27 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 5,976 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|---------------|--------------|--------------|
| 14 | Limited vacancies | | 27 | |
| 15 | Total Unit Months | 11,813 | 5,825 | 5,786 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 482 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$310.63 | \$310.63 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$317.46 | \$317.46 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,420,951 | \$1,849,205 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$153.98 | \$153.98 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$689,214 | \$896,934 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$21,077 | \$21,077 |
| 10 | Cost of independent audit | \$5,563 | \$5,563 |
| 11 | Funding for resident participation activities | \$9,250 | \$12,050 |
| 12 | Asset management fee | \$41,856 | \$47,252 |
| 13 | Information technology fee | \$20,928 | \$23,626 |
| 14 | Asset repositioning fee | \$355,714 | \$355,714 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$454,388 | \$465,282 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$2,564,553 | \$3,211,421 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$123.59 | \$123.59 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$123.59 | \$123.59 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$553,189 | \$719,912 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$2,011,364 | \$2,491,509 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,563 | \$5,563 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$2,011,364 | \$2,491,509 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$2,491,509 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500000508D

Dear Mr. Ryan:

This letter obligates \$855,520 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3777 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> T N 0 0 5 0 0 0 0 5 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 072086507 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|----------|---------------------------|----------|-------------------------------|----------|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 540 | | 0 | | 0 | | 540 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 6,409 | 6,409 | 6,409 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 36 | 36 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 35 | | |

| Other ACC Unit Months | | | | |
|-----------------------|---|---|--|--|
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 35 | |
| 15 | Total Unit Months | 6,480 | 6,480 | 6,409 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 534 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-------------|-------------|
| 01 | PUM project expense level (PEL) | \$357.07 | \$357.07 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$364.93 | \$364.93 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$2,364,746 | \$2,364,746 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-------------|-------------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$198.00 | \$198.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$1,283,040 | \$1,283,040 |

Add-Ons

| | | | |
|----|---|--------------------|--------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$8,031 | \$8,031 |
| 11 | Funding for resident participation activities | \$13,350 | \$13,350 |
| 12 | Asset management fee | \$25,920 | \$25,920 |
| 13 | Information technology fee | \$12,960 | \$12,960 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$60,261 | \$60,261 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$3,708,047 | \$3,708,047 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$135.18 | \$135.18 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$135.18 | \$135.18 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$875,966 | \$875,966 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|--------------------|--------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$2,832,081 | \$2,832,081 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$8,031 | \$8,031 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$2,832,081 | \$2,832,081 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|-------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$2,832,081 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

Dear Mr. Ryan:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500000608D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3777 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN005000006 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 072086507 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 220 | | 0 | | 0 | | 220 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,601 | 2,601 | 2,601 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 27 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 27 | |
| 15 | Total Unit Months | 2,640 | 2,628 | 2,613 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 218 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$291.24 | \$291.24 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$297.65 | \$297.65 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$782,224 | \$782,224 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$130.09 | \$130.09 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$341,877 | \$341,877 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$12,400 | \$12,400 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$17,657 | \$17,657 |
| 10 | Cost of independent audit | \$3,272 | \$3,272 |
| 11 | Funding for resident participation activities | \$5,450 | \$5,450 |
| 12 | Asset management fee | \$10,560 | \$10,560 |
| 13 | Information technology fee | \$5,280 | \$5,280 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$54,619 | \$54,619 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,178,720 | \$1,178,720 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$171.61 | \$171.61 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$171.61 | \$171.61 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$450,991 | \$450,991 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$727,729 | \$727,729 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,272 | \$3,272 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$727,729 | \$727,729 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$727,729 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

Dear Mr. Ryan:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500000708D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3777 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> T N 0 0 5 0 0 0 0 7 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 072086507 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|---|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 211 | | 0 | | 0 | | 211 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,489 | 2,489 | 2,489 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 19 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 19 | |
| 15 | Total Unit Months | 2,532 | 2,520 | 2,501 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 208 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$278.48 | \$278.48 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$284.61 | \$284.61 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$717,217 | \$717,217 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$107.96 | \$107.96 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$272,059 | \$272,059 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$24,800 | \$24,800 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$18,176 | \$18,176 |
| 10 | Cost of independent audit | \$3,138 | \$3,138 |
| 11 | Funding for resident participation activities | \$5,200 | \$5,200 |
| 12 | Asset management fee | \$10,128 | \$10,128 |
| 13 | Information technology fee | \$5,064 | \$5,064 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$66,506 | \$66,506 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,055,782 | \$1,055,782 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$169.85 | \$169.85 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$169.85 | \$169.85 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$428,022 | \$428,022 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$627,760 | \$627,760 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,138 | \$3,138 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$627,760 | \$627,760 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$627,760 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

Dear Mr. Ryan:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500000808D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|---|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-3777 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center;"> <tr> <td>T</td><td>N</td><td>O</td><td>O</td><td>5</td><td>O</td><td>O</td><td>O</td><td>O</td><td>O</td><td>8</td> </tr> </table> | | | | | | T | N | O | O | 5 | O | O | O | O | O | 8 |
| T | N | O | O | 5 | O | O | O | O | O | 8 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 072086507 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|---|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 502 | | 0 | | 0 | | 502 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 5,930 | 5,930 | 5,930 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 36 | | 36 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 46 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 46 | |
| 15 | Total Unit Months | 6,024 | 5,988 | 5,966 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 497 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$284.63 | \$284.63 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$290.89 | \$290.89 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,741,849 | \$1,741,849 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$110.73 | \$110.73 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$663,051 | \$663,051 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$33,359 | \$33,359 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$61,976 | \$61,976 |
| 10 | Cost of independent audit | \$7,467 | \$7,467 |
| 11 | Funding for resident participation activities | \$12,425 | \$12,425 |
| 12 | Asset management fee | \$24,096 | \$24,096 |
| 13 | Information technology fee | \$12,048 | \$12,048 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$151,371 | \$151,371 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$2,556,271 | \$2,556,271 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$183.99 | \$183.99 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$183.99 | \$183.99 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$1,101,732 | \$1,101,732 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,454,539 | \$1,454,539 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$7,467 | \$7,467 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,454,539 | \$1,454,539 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,454,539 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500000908D

Dear Mr. Ryan:

This letter obligates \$140,237 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | |
| A-3777 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN00500009 </div> | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | |
| 072086507 | | | 8. ROFO Code: | | | Financial Analyst: | | | |
| | | | 0440 | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|---|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 223 | | 83 | | 0 | | 306 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,818 | 1,818 | 1,818 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 378 | 378 | 378 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-------|-------|--|
| 05 | Units undergoing modernization | 1,475 | 1,475 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 1 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 1 | |
| 15 | Total Unit Months | 3,672 | 3,672 | 2,196 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 183 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$391.08 | \$391.08 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$399.68 | \$399.68 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,467,625 | \$1,467,625 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$95.10 | \$95.10 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$349,207 | \$349,207 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$2,655 | \$2,655 |
| 10 | Cost of independent audit | \$3,599 | \$3,599 |
| 11 | Funding for resident participation activities | \$4,575 | \$4,575 |
| 12 | Asset management fee | \$14,688 | \$14,688 |
| 13 | Information technology fee | \$7,344 | \$7,344 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$32,861 | \$32,861 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,849,693 | \$1,849,693 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$115.65 | \$115.65 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$115.65 | \$115.65 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$424,667 | \$424,667 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,425,026 | \$1,425,026 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,599 | \$3,599 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,425,026 | \$1,425,026 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,425,026 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

Dear Mr. Ryan:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500001008D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3777 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN005000010 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 072086507 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 368 | | 0 | | 0 | | 368 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 4,384 | 4,384 | 4,384 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 20 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 20 | |
| 15 | Total Unit Months | 4,416 | 4,404 | 4,396 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 366 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-------------|-------------|
| 01 | PUM project expense level (PEL) | \$339.40 | \$339.40 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$346.87 | \$346.87 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,527,615 | \$1,527,615 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$5.55 | \$5.55 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$24,442 | \$24,442 |

Add-Ons

| | | | |
|----|---|--------------------|--------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$29,780 | \$29,780 |
| 10 | Cost of independent audit | \$5,473 | \$5,473 |
| 11 | Funding for resident participation activities | \$9,150 | \$9,150 |
| 12 | Asset management fee | \$17,664 | \$17,664 |
| 13 | Information technology fee | \$8,832 | \$8,832 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$70,899 | \$70,899 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,622,956 | \$1,622,956 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$93.52 | \$93.52 |
| 02 | PUM change in utility allowances | (\$5.17) | (\$5.17) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$88.35 | \$88.35 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$389,093 | \$389,093 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|--------------------|--------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,233,863 | \$1,233,863 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,473 | \$5,473 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,233,863 | \$1,233,863 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|-------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$1,233,863 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

Dear Mr. Ryan:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500001108D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3777 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 5 0 0 0 0 1 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 072086507 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|---|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 147 | | 0 | | 0 | | 147 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,736 | 1,736 | 1,736 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 28 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 28 | |
| 15 | Total Unit Months | 1,764 | 1,764 | 1,736 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 145 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$266.54 | \$266.54 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$272.40 | \$272.40 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$480,514 | \$480,514 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$225.09 | \$225.09 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$397,059 | \$397,059 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$22,200 | \$22,200 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$9,919 | \$9,919 |
| 10 | Cost of independent audit | \$2,186 | \$2,186 |
| 11 | Funding for resident participation activities | \$3,625 | \$3,625 |
| 12 | Asset management fee | \$7,056 | \$7,056 |
| 13 | Information technology fee | \$3,528 | \$3,528 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$48,514 | \$48,514 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$926,087 | \$926,087 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$160.86 | \$160.86 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$160.86 | \$160.86 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$283,757 | \$283,757 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$642,330 | \$642,330 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,186 | \$2,186 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$642,330 | \$642,330 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$642,330 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

Dear Mr. Ryan:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500001208D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-3777 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">5</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> <td style="border: 1px solid black;">2</td> </tr> </table> | | | | | | T | N | 0 | 0 | 5 | 0 | 0 | 0 | 0 | 1 | 2 |
| T | N | 0 | 0 | 5 | 0 | 0 | 0 | 0 | 1 | 2 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 072086507 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 136 | | 0 | | 0 | | 136 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,619 | 1,619 | 1,619 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 13 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 13 | |
| 15 | Total Unit Months | 1,632 | 1,632 | 1,619 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 135 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$342.29 | \$342.29 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$349.82 | \$349.82 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$570,906 | \$570,906 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$25.19 | \$25.19 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$41,110 | \$41,110 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$34,418 | \$34,418 |
| 10 | Cost of independent audit | \$8,900 | \$8,900 |
| 11 | Funding for resident participation activities | \$3,375 | \$3,375 |
| 12 | Asset management fee | \$6,528 | \$6,528 |
| 13 | Information technology fee | \$3,264 | \$3,264 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$56,485 | \$56,485 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$668,501 | \$668,501 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$223.26 | \$223.26 |
| 02 | PUM change in utility allowances | (\$0.95) | (\$0.95) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$222.31 | \$222.31 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$362,810 | \$362,810 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$305,691 | \$305,691 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$8,900 | \$8,900 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$305,691 | \$305,691 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$305,691 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

Dear Mr. Ryan:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500001308D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3777 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN005000013 </div> | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 072086507 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0440 | | | | Sam Perrin | |

| Section 2 | | | | | | |
|---|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 274 | | 0 | | 0 | | 274 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,254 | 3,254 | 3,254 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 34 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 34 | |
| 15 | Total Unit Months | 3,288 | 3,288 | 3,254 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 271 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-------------|-------------|
| 01 | PUM project expense level (PEL) | \$358.12 | \$358.12 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$366.00 | \$366.00 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,203,408 | \$1,203,408 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$18.74 | \$18.74 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$61,617 | \$61,617 |

Add-Ons

| | | | |
|----|---|--------------------|--------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$57,214 | \$57,214 |
| 10 | Cost of independent audit | \$9,200 | \$9,200 |
| 11 | Funding for resident participation activities | \$6,775 | \$6,775 |
| 12 | Asset management fee | \$13,152 | \$13,152 |
| 13 | Information technology fee | \$6,576 | \$6,576 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$92,917 | \$92,917 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,357,942 | \$1,357,942 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$225.54 | \$225.54 |
| 02 | PUM change in utility allowances | (\$1.45) | (\$1.45) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$224.09 | \$224.09 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$736,808 | \$736,808 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$621,134 | \$621,134 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$9,200 | \$9,200 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$621,134 | \$621,134 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$621,134 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Phil Ryan
Executive Director
Metropolitan Development & Housing Agency
701 6th St
PO Box 846
Nashville, TN 37202-0846

Dear Mr. Ryan:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00500001408D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Metropolitan Development & Housing Agency 701 South Sixth Street Nashville, TN 37206 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3777 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN005000014 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 072086507 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 40 | | 0 | | 0 | | 40 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 477 | 477 | 477 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 3 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 3 | |
| 15 | Total Unit Months | 480 | 480 | 477 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 40 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$381.14 | \$381.14 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$389.53 | \$389.53 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$186,974 | \$186,974 |

Utilities Expense Level (UEL)

| | | | |
|----|--|---------|---------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$3.61 | \$3.61 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$1,733 | \$1,733 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$7,958 | \$7,958 |
| 10 | Cost of independent audit | \$596 | \$596 |
| 11 | Funding for resident participation activities | \$1,000 | \$1,000 |
| 12 | Asset management fee | \$1,920 | \$1,920 |
| 13 | Information technology fee | \$960 | \$960 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$12,434 | \$12,434 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$201,141 | \$201,141 |

Part B. Formula Income

| | | | |
|----|--|-----------------|-----------------|
| 01 | PUM formula income | \$155.29 | \$155.29 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$155.29 | \$155.29 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$74,539 | \$74,539 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$126,602 | \$126,602 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$596 | \$596 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$126,602 | \$126,602 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$126,602 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN006000001 | \$ 585,490 | \$ 520,852 | \$ 519,975 | \$ 877 | \$ 877 | | \$ - | |
| 2 | TN006000002 | \$ 799,757 | \$ 711,464 | \$ 446,705 | \$ 264,759 | \$ 264,759 | | \$ - | |
| 3 | TN006000003 | \$ 506,201 | \$ 450,316 | \$ 411,252 | \$ 39,064 | \$ 39,064 | | \$ - | |
| | Total | \$ 1,891,448 | \$ 1,682,632 | \$ 1,377,932 | \$ 304,700 | \$ 304,700 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Terry Cunningham
Executive Director
Kingsport Housing And Redevelopment Authority
906 E Sevier Avenue
PO Box 44
Kingsport, TN 37662-0044

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00600000108D

Dear Mr. Cunningham:

This letter obligates \$ 877 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|--|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Kingsport Housing And Redevelopment Authority PO Box 44 Kingsport, TN 37662 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-4343 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width:100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">6</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> </tr> </table> | | | | | | T | N | 0 | 0 | 6 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 0 | 6 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 088819396 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 220 | | 0 | | 0 | | 220 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,457 | 1,457 | 1,457 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 20 | 20 | |
| 06 | Special use units | 48 | 48 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 11 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 1,104 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 11 | |
| 15 | Total Unit Months | 2,640 | 1,536 | 1,457 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 121 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$292.34 | \$292.34 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$298.77 | \$298.77 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$761,266 | \$458,911 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$97.88 | \$162.37 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$249,398 | \$249,400 |

Add-Ons

| | | | |
|----|---|--------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$686 | \$686 |
| 10 | Cost of independent audit | \$3,333 | \$3,333 |
| 11 | Funding for resident participation activities | \$4,900 | \$3,025 |
| 12 | Asset management fee | \$10,560 | \$10,560 |
| 13 | Information technology fee | \$5,280 | \$5,280 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$24,759 | \$22,884 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,035,423 | \$731,195 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$95.00 | \$94.86 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$95.00 | \$94.86 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$242,060 | \$145,705 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$793,363 | \$585,490 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,333 | \$3,333 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$793,363 | \$585,490 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$585,490 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Terry Cunningham
Executive Director
Kingsport Housing And Redevelopment Authority
906 E Sevier Avenue
PO Box 44
Kingsport, TN 37662-0044

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00600000208D

Dear Mr. Cunningham:

This letter obligates \$264,759 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Kingsport Housing And Redevelopment Authority PO Box 44 Kingsport, TN 37662 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-4343 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 6 0 0 0 0 0 2 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 088819396 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 189 | | 0 | | 0 | | 189 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,154 | 2,154 | 2,154 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 39 | 39 | |
| 06 | Special use units | 48 | 48 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 27 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 27 | |
| 15 | Total Unit Months | 2,268 | 2,268 | 2,154 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 180 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$325.94 | \$325.94 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$333.11 | \$333.11 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$755,493 | \$755,493 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$111.23 | \$111.23 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$252,270 | \$252,270 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$589 | \$589 |
| 10 | Cost of independent audit | \$2,864 | \$2,864 |
| 11 | Funding for resident participation activities | \$4,500 | \$4,500 |
| 12 | Asset management fee | \$9,072 | \$9,072 |
| 13 | Information technology fee | \$4,536 | \$4,536 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$21,561 | \$21,561 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,029,324 | \$1,029,324 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$101.00 | \$101.22 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$101.00 | \$101.22 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$229,068 | \$229,567 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$800,256 | \$799,757 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,864 | \$2,864 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$800,256 | \$799,757 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$799,757 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Terry Cunningham
Executive Director
Kingsport Housing And Redevelopment Authority
906 E Sevier Avenue
PO Box 44
Kingsport, TN 37662-0044

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00600000308D

Dear Mr. Cunningham:

This letter obligates \$39,064 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | |
| Kingsport Housing And Redevelopment Authority PO Box 44 Kingsport, TN 37662 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | |
| A-4343 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN00600003 </div> | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | |
| 088819396 | | | 8. ROFO Code: | | | Financial Analyst: | | | |
| | | | 0437 | | | Harold D. Witt | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 174 | | 0 | | 0 | | 174 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,987 | 1,987 | 1,987 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 24 | | 24 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 21 | 21 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 24 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 32 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 32 | |
| 15 | Total Unit Months | 2,088 | 2,088 | 2,011 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 168 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$256.61 | \$256.61 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$262.26 | \$262.26 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$547,599 | \$547,599 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$99.07 | \$99.07 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$206,858 | \$206,858 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$542 | \$542 |
| 10 | Cost of independent audit | \$2,636 | \$2,636 |
| 11 | Funding for resident participation activities | \$4,200 | \$4,200 |
| 12 | Asset management fee | \$8,352 | \$8,352 |
| 13 | Information technology fee | \$4,176 | \$4,176 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$19,906 | \$19,906 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$774,363 | \$774,363 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$128.00 | \$128.43 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$128.00 | \$128.43 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$267,264 | \$268,162 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$507,099 | \$506,201 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,636 | \$2,636 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$507,099 | \$506,201 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$506,201 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN007000010 | \$ 530,338 | \$ 471,789 | \$ 296,354 | \$ 175,435 | \$ 58,125 | | \$ - | |
| 2 | TN007000040 | \$ 1,008,569 | \$ 897,223 | \$ 637,162 | \$ 260,061 | \$ - | | \$ - | |
| 3 | TN007000050 | \$ 291,616 | \$ 259,422 | \$ 296,354 | \$ (36,932) | \$ - | | \$ - | |
| 4 | TN007000060 | \$ 470,613 | \$ 418,657 | \$ 459,349 | \$ (40,692) | \$ - | | \$ - | |
| 5 | TN007000070 | \$ 227,153 | \$ 202,075 | \$ 447,495 | \$ (245,420) | \$ - | | \$ - | |
| 6 | TN007000120 | \$ 332,027 | \$ 295,371 | \$ 349,698 | \$ (54,327) | \$ - | | \$ - | |
| | Total | \$ 2,860,316 | \$ 2,544,537 | \$ 2,486,412 | \$ 58,125 | \$ 58,125 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. C. Winston Henning
Executive Director
Jackson Housing Authority
125 Preston Street
PO Box 3188
Jackson, TN 38303-3188

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00700001008D

Dear Mr. Henning:

This letter obligates \$58,125 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Jackson Housing Authority PO Box 3188 Jackson, TN 38303 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-4146 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 7 0 0 0 0 1 0 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 083270249 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 100 | | 0 | | 0 | | 100 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,162 | 1,162 | 1,162 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 26 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 26 | |
| 15 | Total Unit Months | 1,200 | 1,200 | 1,162 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 97 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$299.40 | \$299.40 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$305.99 | \$305.99 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$367,188 | \$367,188 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$124.90 | \$124.90 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$149,880 | \$149,880 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$3,110 | \$3,110 |
| 10 | Cost of independent audit | \$681 | \$681 |
| 11 | Funding for resident participation activities | \$2,425 | \$2,425 |
| 12 | Asset management fee | \$4,800 | \$4,800 |
| 13 | Information technology fee | \$2,400 | \$2,400 |
| 14 | Asset repositioning fee | \$125,866 | \$125,866 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$139,282 | \$139,282 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$656,350 | \$656,350 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$108.20 | \$108.20 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$108.20 | \$108.20 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$129,840 | \$129,840 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$3,828 | \$3,828 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$3,828 | \$3,828 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$530,338 | \$530,338 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$681 | \$681 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$530,338 | \$530,338 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$530,338 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. C. Winston Henning
Executive Director
Jackson Housing Authority
125 Preston Street
PO Box 3188
Jackson, TN 38303-3188

Dear Mr. Henning:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00700004008D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Jackson Housing Authority PO Box 3188 Jackson, TN 38303 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-4146 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 7 0 0 0 0 4 0 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 083270249 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 215 | | 0 | | 0 | | 215 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,458 | 2,458 | 2,458 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 14 | 14 | |
| 10 | Units vacant due to changing market conditions | 20 | 20 | |
| 11 | Units vacant and not categorized above | 76 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 76 | |
| 15 | Total Unit Months | 2,580 | 2,580 | 2,458 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 205 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$318.94 | \$318.94 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$325.96 | \$325.96 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$840,977 | \$840,977 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$141.25 | \$141.25 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$364,425 | \$364,425 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$6,686 | \$6,686 |
| 10 | Cost of independent audit | \$1,471 | \$1,471 |
| 11 | Funding for resident participation activities | \$5,125 | \$5,125 |
| 12 | Asset management fee | \$10,320 | \$10,320 |
| 13 | Information technology fee | \$5,160 | \$5,160 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$28,762 | \$28,762 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,234,164 | \$1,234,164 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$90.63 | \$90.63 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$90.63 | \$90.63 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$233,825 | \$233,825 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$8,230 | \$8,230 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$8,230 | \$8,230 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,008,569 | \$1,008,569 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,471 | \$1,471 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,008,569 | \$1,008,569 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,008,569 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. C. Winston Henning
Executive Director
Jackson Housing Authority
125 Preston Street
PO Box 3188
Jackson, TN 38303-3188

Dear Mr. Henning:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00700005008D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Jackson Housing Authority PO Box 3188 Jackson, TN 38303 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-4146 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 7 0 0 0 0 5 0 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 083270249 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 100 | | 0 | | 0 | | 100 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,170 | 1,170 | 1,170 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 30 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 30 | |
| 15 | Total Unit Months | 1,200 | 1,200 | 1,170 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 98 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$238.95 | \$238.95 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.21 | \$244.21 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$293,052 | \$293,052 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$105.40 | \$105.40 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$126,480 | \$126,480 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$3,110 | \$3,110 |
| 10 | Cost of independent audit | \$684 | \$684 |
| 11 | Funding for resident participation activities | \$2,450 | \$2,450 |
| 12 | Asset management fee | \$4,800 | \$4,800 |
| 13 | Information technology fee | \$2,400 | \$2,400 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$13,444 | \$13,444 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$432,976 | \$432,976 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$120.99 | \$120.99 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$120.99 | \$120.99 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$145,188 | \$145,188 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$3,828 | \$3,828 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$3,828 | \$3,828 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$291,616 | \$291,616 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$684 | \$684 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$291,616 | \$291,616 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$291,616 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. C. Winston Henning
Executive Director
Jackson Housing Authority
125 Preston Street
PO Box 3188
Jackson, TN 38303-3188

Dear Mr. Henning:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00700006008D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|---|---|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Jackson Housing Authority PO Box 3188 Jackson, TN 38303 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-4146 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 7 0 0 0 0 6 0 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 083270249 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 155 | | 0 | | 0 | | 155 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,809 | 1,809 | 1,809 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 2 | 2 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 48 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 48 | |
| 15 | Total Unit Months | 1,859 | 1,859 | 1,809 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 151 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$299.56 | \$299.56 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$306.15 | \$306.15 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$569,133 | \$569,133 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$116.89 | \$116.89 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$217,299 | \$217,299 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$4,820 | \$4,820 |
| 10 | Cost of independent audit | \$1,060 | \$1,060 |
| 11 | Funding for resident participation activities | \$3,775 | \$3,775 |
| 12 | Asset management fee | \$7,436 | \$7,436 |
| 13 | Information technology fee | \$3,718 | \$3,718 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$20,809 | \$20,809 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$807,241 | \$807,241 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$184.27 | \$184.27 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$184.27 | \$184.27 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$342,558 | \$342,558 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$5,930 | \$5,930 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$5,930 | \$5,930 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$470,613 | \$470,613 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,060 | \$1,060 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$470,613 | \$470,613 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$470,613 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. C. Winston Henning
Executive Director
Jackson Housing Authority
125 Preston Street
PO Box 3188
Jackson, TN 38303-3188

Dear Mr. Henning:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00700007008D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Jackson Housing Authority PO Box 3188 Jackson, TN 38303 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-4146 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 7 0 0 0 0 7 0 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 083270249 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0440 | | | | Sam Perrin | |

| Section 2 | | | | | | |
|---|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 151 | | 0 | | 0 | | 151 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|---|---|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 0 | 0 | 0 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 1,176 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|----------|----------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 1,176 | 0 | 0 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 0 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$238.95 | \$238.95 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.21 | \$244.21 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$0.00 | \$0.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$3,856 | \$3,856 |
| 10 | Cost of independent audit | \$848 | \$848 |
| 11 | Funding for resident participation activities | \$0 | \$0 |
| 12 | Asset management fee | \$7,248 | \$4,704 |
| 13 | Information technology fee | \$3,624 | \$2,352 |
| 14 | Asset repositioning fee | \$331,881 | \$215,393 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$347,457 | \$227,153 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$347,457 | \$227,153 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$152.82 | \$152.82 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$152.82 | \$152.82 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$0 | \$0 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$347,457 | \$227,153 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$848 | \$848 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$347,457 | \$227,153 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$227,153 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. C. Winston Henning
Executive Director
Jackson Housing Authority
125 Preston Street
PO Box 3188
Jackson, TN 38303-3188

Dear Mr. Henning:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00700012008D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|---|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Jackson Housing Authority PO Box 3188 Jackson, TN 38303 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-4146 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 0 7 0 0 0 1 2 0 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 083270249 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 120 | | 0 | | 0 | | 120 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,373 | 1,373 | 1,373 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 43 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 42 | |
| 15 | Total Unit Months | 1,416 | 1,415 | 1,373 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 114 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$253.67 | \$260.01 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$259.25 | \$265.73 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$366,839 | \$376,008 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$47.88 | \$47.88 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$67,750 | \$67,750 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$2,850 | \$2,850 |
| 12 | Asset management fee | \$5,664 | \$5,664 |
| 13 | Information technology fee | \$2,832 | \$2,832 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$11,346 | \$11,346 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$445,935 | \$455,104 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$90.17 | \$90.17 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$90.17 | \$90.17 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$127,591 | \$127,591 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$4,514 | \$4,514 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$4,514 | \$4,514 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$322,858 | \$332,027 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$322,858 | \$332,027 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$332,027 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN008000001 | \$ 445,742 | \$ 396,532 | \$ 273,573 | \$ 122,959 | \$ 122,959 | | \$ - | |
| | Total | \$ 445,742 | \$ 396,532 | \$ 273,573 | \$ 122,959 | \$ 122,959 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Jerry Hamlin
Executive Director
Paris Housing Authority
917 Minor Street
Paris, TN 38242-4663

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00800000108D

Dear Mr. Hamlin:

This letter obligates \$122,959 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Paris Housing Authority 917 Minor Street Paris, TN 38242 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A3036 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 8 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 030432157 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Lisa R. DuBois | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 196 | | 0 | | 0 | | 196 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,195 | 2,195 | 2,195 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 21 | 21 | |
| 06 | Special use units | 72 | 72 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 61 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 3 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 61 | |
| 15 | Total Unit Months | 2,352 | 2,349 | 2,195 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 183 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.13 | \$250.13 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.63 | \$255.63 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$600,475 | \$600,475 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$34.25 | \$34.25 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$80,453 | \$80,453 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$20,562 | \$20,562 |
| 10 | Cost of independent audit | \$4,750 | \$4,750 |
| 11 | Funding for resident participation activities | \$4,575 | \$4,575 |
| 12 | Asset management fee | \$0 | \$4,704 |
| 13 | Information technology fee | \$4,704 | \$4,704 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$34,591 | \$39,295 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$715,519 | \$720,223 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$124.32 | \$124.32 |
| 02 | PUM change in utility allowances | (\$7.46) | (\$5.40) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$116.86 | \$118.92 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$274,504 | \$279,343 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$4,862 | \$4,862 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$4,862 | \$4,862 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$445,877 | \$445,742 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,750 | \$4,750 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$445,877 | \$445,742 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$445,742 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN009000001 | \$ 619,072 | \$ 550,726 | \$ 365,025 | \$ 185,701 | \$ 185,701 | | \$ - | |
| | Total | \$ 619,072 | \$ 550,726 | \$ 365,025 | \$ 185,701 | \$ 185,701 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Gena Burden
Executive Director
Union City Housing Authority
1409 E Main Street
PO Box 608
Union City, TN 38281-0608

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN00900000108D

Dear Ms. Burden:

This letter obligates \$185,701 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Union City Housing Authority PO Box 608 Union City, TN 38281 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-2925 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 0 9 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 033861105 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0443 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 307 | | 0 | | 12 | | 295 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,822 | 2,822 | 2,822 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 36 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 36 | |
| 15 | Total Unit Months | 2,870 | 2,870 | 2,822 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 235 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.27 | \$250.27 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.78 | \$255.78 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$734,089 | \$734,089 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$64.55 | \$64.55 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$185,259 | \$185,259 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$25,303 | \$25,303 |
| 10 | Cost of independent audit | \$7,250 | \$9,875 |
| 11 | Funding for resident participation activities | \$5,875 | \$5,875 |
| 12 | Asset management fee | \$11,480 | \$11,480 |
| 13 | Information technology fee | \$5,740 | \$5,740 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$55,648 | \$58,273 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$974,996 | \$977,621 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$152.92 | \$152.92 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$152.92 | \$152.92 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$438,880 | \$438,880 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$64,259 | \$80,331 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$64,259 | \$80,331 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$600,375 | \$619,072 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$7,250 | \$9,875 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$600,375 | \$619,072 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$619,072 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN010000001 | \$ 1,104,756 | \$ 982,791 | \$ 679,739 | \$ 303,052 | \$ 303,052 | | \$ - | |
| 2 | TN010000002 | \$ 930,910 | \$ 828,138 | \$ 633,393 | \$ 194,745 | \$ 194,745 | | \$ - | |
| | Total | \$ 2,035,666 | \$ 1,810,929 | \$ 1,313,132 | \$ 497,797 | \$ 497,797 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mrs. Wanda Mills
Executive Director
The Clarksville Housing Authority
721 Richardson Street
PO Box 603
Clarksville, TN 37041-0603

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01000000108D

Dear Mrs. Mills:

This letter obligates \$303,052 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| The Clarksville Housing Authority PO Box 603 Clarksville, TN 37041 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A2578 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 1 0 0 0 0 0 0 1 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 185840659 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 264 | | 0 | | 0 | | 264 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,867 | 2,867 | 2,867 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 62 | 62 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 3 | 3 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 224 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 95 | |
| 15 | Total Unit Months | 3,168 | 3,039 | 2,867 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 239 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$327.73 | \$327.73 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$334.94 | \$334.94 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,017,883 | \$1,017,883 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$105.97 | \$105.97 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$322,043 | \$322,043 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$4,103 | \$4,103 |
| 10 | Cost of independent audit | \$5,151 | \$5,151 |
| 11 | Funding for resident participation activities | \$5,975 | \$5,975 |
| 12 | Asset management fee | \$12,672 | \$12,672 |
| 13 | Information technology fee | \$6,336 | \$6,336 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$34,237 | \$34,237 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,374,163 | \$1,374,163 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$88.65 | \$88.65 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$88.65 | \$88.65 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$269,407 | \$269,407 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,104,756 | \$1,104,756 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,151 | \$5,151 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,104,756 | \$1,104,756 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,104,756 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mrs. Wanda Mills
Executive Director
The Clarksville Housing Authority
721 Richardson Street
PO Box 603
Clarksville, TN 37041-0603

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01000000208D

Dear Mrs. Mills:

This letter obligates \$194,745 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| The Clarksville Housing Authority PO Box 603 Clarksville, TN 37041 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A2578 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="border: 1px solid black; text-align: center;">T</td> <td style="border: 1px solid black; text-align: center;">N</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">1</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">2</td> </tr> </table> | | | | | | T | N | 0 | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 2 |
| T | N | 0 | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 2 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 185840659 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 246 | | 0 | | 0 | | 246 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,701 | 2,701 | 2,701 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 47 | 47 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 1 | 1 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 203 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 2,952 | 2,749 | 2,701 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 225 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$310.88 | \$310.88 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$317.72 | \$317.72 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$873,412 | \$873,412 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$107.30 | \$107.30 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$294,968 | \$294,968 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$3,823 | \$3,823 |
| 10 | Cost of independent audit | \$4,799 | \$4,799 |
| 11 | Funding for resident participation activities | \$5,625 | \$5,625 |
| 12 | Asset management fee | \$11,808 | \$11,808 |
| 13 | Information technology fee | \$5,904 | \$5,904 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$31,959 | \$31,959 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,200,339 | \$1,200,339 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$98.01 | \$98.01 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$98.01 | \$98.01 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$269,429 | \$269,429 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$930,910 | \$930,910 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,799 | \$4,799 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$930,910 | \$930,910 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$930,910 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN011000001 | \$ 489,950 | \$ 435,860 | \$ 255,715 | \$ 180,145 | \$ 180,145 | | \$ - | |
| | Total | \$ 489,950 | \$ 435,860 | \$ 255,715 | \$ 180,145 | \$ 180,145 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Vivian Gordon
Executive Director
Pulaski Housing Authority
PO Box 1058
Pulaski, TN 38478-1058

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01100000108D

Dear Ms. Gordon:

This letter obligates \$180,145 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Pulaski Housing Authority PO Box 1058 Pulaski, TN 38478 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-2573 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 1 1 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 957428964 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 208 | | 0 | | 0 | | 208 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,825 | 1,825 | 1,825 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|-----|--|
| 05 | Units undergoing modernization | 3 | 3 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 257 | 257 | |
| 11 | Units vacant and not categorized above | 351 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|----|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 48 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 75 | |
| 15 | Total Unit Months | 2,496 | 2,172 | 1,825 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 152 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$251.34 | \$251.34 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$256.87 | \$256.87 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$557,922 | \$557,922 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$29.80 | \$29.80 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$64,726 | \$64,726 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$5,517 | \$5,517 |
| 10 | Cost of independent audit | \$5,750 | \$5,750 |
| 11 | Funding for resident participation activities | \$3,800 | \$3,800 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$4,992 | \$4,992 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$20,059 | \$20,059 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$642,707 | \$642,707 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$147.42 | \$147.42 |
| 02 | PUM change in utility allowances | (\$77.09) | (\$77.09) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$70.33 | \$70.33 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$152,757 | \$152,757 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$489,950 | \$489,950 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,750 | \$5,750 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$489,950 | \$489,950 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$489,950 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN012000001 | \$ 1,124,766 | \$ 1,000,592 | \$ 734,718 | \$ 265,874 | \$ 265,874 | | \$ - | |
| 2 | TN012000003 | \$ 683,405 | \$ 607,957 | \$ 483,026 | \$ 124,931 | \$ 124,931 | | \$ - | |
| 3 | TN012000006 | \$ 612,770 | \$ 545,120 | \$ 442,311 | \$ 102,809 | \$ 102,809 | | \$ - | |
| 4 | TN012000008 | \$ 679,965 | \$ 604,897 | \$ 440,461 | \$ 164,436 | \$ 164,436 | | \$ - | |
| | Total | \$ 3,100,906 | \$ 2,758,566 | \$ 2,100,516 | \$ 658,050 | \$ 658,050 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. John Snodderly
Executive Director
Lafollette Housing Authority
802 S 4th Street
PO Box 392
La Follette, TN 37766-0392

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01200000108D

Dear Mr. Snodderly:

This letter obligates \$265,874 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> <div style="font-weight: bold; margin: 0;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Lafollette Housing Authority PO Box 392 La Follette, TN 37766 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3780 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN012000001 </div> | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 079022448 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 397 | | 0 | | 0 | | 397 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 4,229 | 4,229 | 4,229 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 36 | | 36 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 60 | 60 | |
| 06 | Special use units | 48 | 48 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 295 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 72 | | |
| 13 | All other ACC units not categorized above | 24 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 143 | |
| 15 | Total Unit Months | 4,764 | 4,480 | 4,265 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 355 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$256.65 | \$256.65 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$262.30 | \$262.30 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,175,104 | \$1,175,104 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$122.91 | \$122.91 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$550,637 | \$550,637 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$25,102 | \$25,102 |
| 10 | Cost of independent audit | \$4,760 | \$4,760 |
| 11 | Funding for resident participation activities | \$8,875 | \$8,875 |
| 12 | Asset management fee | \$19,056 | \$19,056 |
| 13 | Information technology fee | \$9,528 | \$9,528 |
| 14 | Asset repositioning fee | \$6,930 | \$6,930 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$74,251 | \$74,251 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,799,992 | \$1,799,992 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$150.72 | \$150.72 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$150.72 | \$150.72 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$675,226 | \$675,226 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,124,766 | \$1,124,766 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,760 | \$4,760 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,124,766 | \$1,124,766 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,124,766 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. John Snodderly
Executive Director
Lafollette Housing Authority
802 S 4th Street
PO Box 392
La Follette, TN 37766-0392

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01200000308D

Dear Mr. Snodderly:

This letter obligates \$124,931 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| LaFollette Housing Authority PO Box 392 La Follette, TN 37766 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3780 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 1 2 0 0 0 0 0 3 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 079022448 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0437 | | | | June H. Oliver | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 261 | | 0 | | 0 | | 261 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,946 | 2,946 | 2,946 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 148 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 2 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 94 | |
| 15 | Total Unit Months | 3,132 | 3,064 | 2,958 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 247 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$256.65 | \$256.65 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$262.30 | \$262.30 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$803,687 | \$803,687 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$110.00 | \$110.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$337,040 | \$337,040 |

Add-Ons

| | | | |
|----|---|--------------------|--------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$17,416 | \$17,416 |
| 10 | Cost of independent audit | \$3,128 | \$3,128 |
| 11 | Funding for resident participation activities | \$6,175 | \$6,175 |
| 12 | Asset management fee | \$12,528 | \$12,528 |
| 13 | Information technology fee | \$6,264 | \$6,264 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$45,511 | \$45,511 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,186,238 | \$1,186,238 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$164.11 | \$164.11 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$164.11 | \$164.11 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$502,833 | \$502,833 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$683,405 | \$683,405 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,128 | \$3,128 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$683,405 | \$683,405 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$683,405 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. John Snodderly
Executive Director
Lafollette Housing Authority
802 S 4th Street
PO Box 392
La Follette, TN 37766-0392

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01200000608D

Dear Mr. Snodderly:

This letter obligates \$102,809 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| LaFollette Housing Authority PO Box 392 La Follette, TN 37766 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3780 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN012000006 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 079022448 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 239 | | 0 | | 0 | | 239 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,681 | 2,681 | 2,681 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 14 | | 14 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 97 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 48 | | |
| 13 | All other ACC units not categorized above | 28 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 86 | |
| 15 | Total Unit Months | 2,868 | 2,767 | 2,695 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 225 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$256.65 | \$256.65 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$262.30 | \$262.30 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$725,784 | \$725,784 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$106.69 | \$106.69 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$295,211 | \$295,211 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$17,331 | \$17,331 |
| 10 | Cost of independent audit | \$2,856 | \$2,856 |
| 11 | Funding for resident participation activities | \$5,625 | \$5,625 |
| 12 | Asset management fee | \$11,472 | \$11,472 |
| 13 | Information technology fee | \$5,736 | \$5,736 |
| 14 | Asset repositioning fee | \$9,239 | \$9,239 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$52,259 | \$52,259 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,073,254 | \$1,073,254 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$166.42 | \$166.42 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$166.42 | \$166.42 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$460,484 | \$460,484 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$612,770 | \$612,770 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,856 | \$2,856 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$612,770 | \$612,770 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$612,770 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. John Snodderly
Executive Director
Lafollette Housing Authority
802 S 4th Street
PO Box 392
La Follette, TN 37766-0392

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01200000808D

Dear Mr. Snodderly:

This letter obligates \$164,436 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| LaFollette Housing Authority PO Box 392 La Follette, TN 37766 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3780 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 1 2 0 0 0 0 0 8 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 079022448 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 238 | | 0 | | 0 | | 238 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,723 | 2,723 | 2,723 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 14 | 14 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 119 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 86 | |
| 15 | Total Unit Months | 2,856 | 2,823 | 2,723 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 227 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$256.65 | \$256.65 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$262.30 | \$262.30 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$740,473 | \$740,473 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$117.07 | \$117.07 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$330,489 | \$330,489 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$13,561 | \$13,561 |
| 10 | Cost of independent audit | \$2,856 | \$2,856 |
| 11 | Funding for resident participation activities | \$5,675 | \$5,675 |
| 12 | Asset management fee | \$11,424 | \$11,424 |
| 13 | Information technology fee | \$5,712 | \$5,712 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$39,228 | \$39,228 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,110,190 | \$1,110,190 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$152.40 | \$152.40 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$152.40 | \$152.40 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$430,225 | \$430,225 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$679,965 | \$679,965 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,856 | \$2,856 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$679,965 | \$679,965 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$679,965 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN013000001 | \$ 381,597 | \$ 339,469 | \$ 227,921 | \$ 111,548 | \$ 111,548 | | \$ - | |
| | Total | \$ 381,597 | \$ 339,469 | \$ 227,921 | \$ 111,548 | \$ 111,548 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mrs. Brenda Lonon
Executive Director
Brownsville Housing Authority
PO Box 194
Brownsville, TN 38012-0194

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01300000108D

Dear Mrs. Lonon:

This letter obligates \$111,548 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Brownsville Housing Authority PO Box 194 Brownsville, TN 38012 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A3770 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> <td style="border: 1px solid black;">3</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> </tr> </table> | | | | | | T | N | 0 | 1 | 3 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 1 | 3 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 029132891 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 163 | | 0 | | 0 | | 163 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,930 | 1,930 | 1,930 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 26 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 26 | |
| 15 | Total Unit Months | 1,956 | 1,956 | 1,930 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 161 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$253.36 | \$253.36 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$258.93 | \$258.93 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$506,467 | \$506,467 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$8.96 | \$8.96 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$17,526 | \$17,526 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$15,731 | \$15,891 |
| 10 | Cost of independent audit | \$3,518 | \$3,518 |
| 11 | Funding for resident participation activities | \$4,025 | \$4,025 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$3,912 | \$3,912 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$27,186 | \$27,346 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$551,179 | \$551,339 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$105.81 | \$105.81 |
| 02 | PUM change in utility allowances | (\$18.14) | (\$19.03) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$87.67 | \$86.78 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$171,483 | \$169,742 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$379,696 | \$381,597 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,518 | \$3,518 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$379,696 | \$381,597 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$381,597 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN014000001 | \$ 771,119 | \$ 685,987 | \$ 523,428 | \$ 162,559 | \$ 162,559 | | \$ - | |
| | Total | \$ 771,119 | \$ 685,987 | \$ 523,428 | \$ 162,559 | \$ 162,559 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Jimmy Bills
Executive Director
Fayetteville Housing Authority
402 Calhoun Avenue
PO Box 999
Fayetteville, TN 37334-0999

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01400000108D

Dear Mr. Bills:

This letter obligates \$162,559 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Fayetteville Housing Authority PO Box 999 Fayetteville, TN 37334 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-4147 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 1 4 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 042327721 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 268 | | 0 | | 0 | | 268 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,138 | 3,138 | 3,138 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 54 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 54 | |
| 15 | Total Unit Months | 3,216 | 3,216 | 3,138 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 262 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.30 | \$250.30 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.81 | \$255.81 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$822,685 | \$822,685 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$96.09 | \$96.09 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$309,025 | \$309,025 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$9,154 | \$9,154 |
| 10 | Cost of independent audit | \$5,283 | \$5,283 |
| 11 | Funding for resident participation activities | \$6,550 | \$6,550 |
| 12 | Asset management fee | \$12,864 | \$12,864 |
| 13 | Information technology fee | \$6,432 | \$6,432 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$40,283 | \$40,283 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,171,993 | \$1,171,993 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$124.65 | \$124.65 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$124.65 | \$124.65 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$400,874 | \$400,874 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$771,119 | \$771,119 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,283 | \$5,283 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$771,119 | \$771,119 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$771,119 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN015000001 | \$ 1,047,797 | \$ 932,120 | \$ 632,404 | \$ 299,716 | \$ 299,716 | | \$ - | |
| | Total | \$ 1,047,797 | \$ 932,120 | \$ 632,404 | \$ 299,716 | \$ 299,716 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Ross Dodson
Executive Director
Athens Housing Authority
199 Clark Street
PO Box 928
Athens, TN 37371-0928

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01500000108D

Dear Mr. Dodson:

This letter obligates \$299,716 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Athens Housing Authority PO Box 928 Athens, TN 37371 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3761 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 1 5 0 0 0 0 1 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 931260041 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 441 | | 0 | | 0 | | 441 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 5,004 | 5,004 | 5,004 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 36 | 36 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 252 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 159 | |
| 15 | Total Unit Months | 5,292 | 5,199 | 5,004 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 417 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.65 | \$250.65 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$256.16 | \$256.16 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,331,776 | \$1,331,776 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$90.32 | \$90.32 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$469,574 | \$469,574 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$46,786 | \$46,683 |
| 10 | Cost of independent audit | \$7,000 | \$7,000 |
| 11 | Funding for resident participation activities | \$10,425 | \$10,425 |
| 12 | Asset management fee | \$21,168 | \$21,168 |
| 13 | Information technology fee | \$10,584 | \$10,584 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$95,963 | \$95,860 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,897,313 | \$1,897,210 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$163.38 | \$163.38 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$163.38 | \$163.38 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$849,413 | \$849,413 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,047,900 | \$1,047,797 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$7,000 | \$7,000 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,047,900 | \$1,047,797 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,047,797 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN016000001 | \$ 303,955 | \$ 270,398 | \$ 186,560 | \$ 83,838 | \$ 83,838 | | \$ - | |
| | Total | \$ 303,955 | \$ 270,398 | \$ 186,560 | \$ 83,838 | \$ 83,838 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Vicki Barnes
Executive Director
Sweetwater Housing Authority
661 Highway 68, West
PO Box 88
Sweetwater, TN 37874-0088

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01600000108D

Dear Ms. Barnes:

This letter obligates \$83,838 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Sweetwater Housing Authority PO Box 88 Sweetwater, TN 37874 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3781 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN016000001 </div> | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 064352250 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0437 | | | | Harold D. Witt | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 158 | | 0 | | 0 | | 158 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,864 | 1,864 | 1,864 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 20 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 20 | |
| 15 | Total Unit Months | 1,896 | 1,896 | 1,864 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 155 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$249.96 | \$249.96 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.46 | \$255.46 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$481,287 | \$484,352 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$23.52 | \$23.52 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$44,312 | \$44,594 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$23,500 | \$23,677 |
| 10 | Cost of independent audit | \$3,000 | \$3,000 |
| 11 | Funding for resident participation activities | \$3,875 | \$3,875 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$3,768 | \$3,792 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$34,143 | \$34,344 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$559,742 | \$563,290 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$136.78 | \$136.78 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$136.78 | \$136.78 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$257,694 | \$259,335 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$302,048 | \$303,955 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,000 | \$3,000 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$302,048 | \$303,955 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$303,955 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN017000001 | \$ 1,745,681 | \$ 1,552,958 | \$ 1,124,935 | \$ 428,023 | \$ 428,023 | | \$ - | |
| | Total | \$ 1,745,681 | \$ 1,552,958 | \$ 1,124,935 | \$ 428,023 | \$ 428,023 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. George H. Harding
Executive Director
Lebanon Housing Authority
PO Box 187
Lebanon, TN 37088-0187

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01700000108D

Dear Mr. Harding:

This letter obligates \$428,023 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Lebanon Housing Authority PO Box 187 Lebanon, TN 37088 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2937 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 1 7 0 0 0 0 1 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 043008143 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0443 | | | Harold D. Witt | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 354 | | 0 | | 0 | | 354 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 4,019 | 4,019 | 4,019 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 11 | 11 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 29 | 29 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 189 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 127 | |
| 15 | Total Unit Months | 4,248 | 4,186 | 4,019 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 335 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$344.07 | \$344.07 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$351.64 | \$351.64 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,471,965 | \$1,471,965 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$175.43 | \$175.43 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$734,350 | \$734,350 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$1,316 | \$1,316 |
| 10 | Cost of independent audit | \$6,800 | \$6,800 |
| 11 | Funding for resident participation activities | \$8,375 | \$8,375 |
| 12 | Asset management fee | \$16,992 | \$16,992 |
| 13 | Information technology fee | \$8,496 | \$8,496 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$41,979 | \$41,979 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$2,248,294 | \$2,248,294 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$120.07 | \$120.07 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$120.07 | \$120.07 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$502,613 | \$502,613 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,745,681 | \$1,745,681 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$6,800 | \$6,800 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,745,681 | \$1,745,681 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,745,681 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN018000001 | \$ 314,273 | \$ 279,577 | \$ 191,491 | \$ 88,086 | \$ 88,086 | | \$ - | |
| | Total | \$ 314,273 | \$ 279,577 | \$ 191,491 | \$ 88,086 | \$ 88,086 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Jill Jiles-Everhart
Executive Director
Rockwood Housing Authority
320 W Carpenter Street
Rockwood, TN 37854-3333

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01800000108D

Dear Ms. Jiles-Everhart:

This letter obligates \$88,086 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Rockwood Housing Authority 320 W Carpenter Street Rockwood, TN 37854 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-2571 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 1 8 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 014636604 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0437 | | | | June H. Oliver | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 124 | | 0 | | 0 | | 124 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,451 | 1,451 | 1,451 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 25 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 25 | |
| 15 | Total Unit Months | 1,488 | 1,488 | 1,451 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 121 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$248.98 | \$248.98 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$254.46 | \$254.46 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$378,636 | \$378,636 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$61.12 | \$61.12 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$90,947 | \$90,947 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$12,543 | \$13,007 |
| 10 | Cost of independent audit | \$6,400 | \$6,400 |
| 11 | Funding for resident participation activities | \$3,025 | \$3,025 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,976 | \$2,976 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$24,944 | \$25,408 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$494,527 | \$494,991 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$129.49 | \$129.49 |
| 02 | PUM change in utility allowances | (\$8.04) | (\$8.04) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$121.45 | \$121.45 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$180,718 | \$180,718 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$313,809 | \$314,273 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$6,400 | \$6,400 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$313,809 | \$314,273 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$314,273 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN019000001 | \$ 522,471 | \$ 464,790 | \$ 346,212 | \$ 118,578 | \$ 118,578 | | \$ - | |
| | Total | \$ 522,471 | \$ 464,790 | \$ 346,212 | \$ 118,578 | \$ 118,578 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Mary Helen White
Executive Director
Jefferson City Housing Authority
942 E Ellis Street
Jefferson City, TN 37760-2600

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN01900000108D

Dear Ms. White:

This letter obligates \$118,578 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Jefferson City Housing Authority 942 E Ellis Street Jefferson City, TN 37760 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3787 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 1 9 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 030667596 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 199 | | 0 | | 0 | | 199 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,213 | 2,213 | 2,213 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 163 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 72 | |
| 15 | Total Unit Months | 2,388 | 2,297 | 2,213 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 184 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$254.98 | \$254.98 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$260.59 | \$260.59 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$579,813 | \$598,575 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$93.31 | \$90.38 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$207,615 | \$207,603 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$14,717 | \$14,717 |
| 10 | Cost of independent audit | \$4,500 | \$4,500 |
| 11 | Funding for resident participation activities | \$4,600 | \$4,600 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$4,450 | \$4,776 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$28,267 | \$28,593 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$815,695 | \$834,771 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$135.96 | \$135.96 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$135.96 | \$135.96 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$302,511 | \$312,300 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$513,184 | \$522,471 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,500 | \$4,500 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$513,184 | \$522,471 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$522,471 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN020000001 | \$ 1,343,275 | \$ 1,194,977 | \$ 917,817 | \$ 277,160 | \$ 277,160 | | \$ - | |
| | Total | \$ 1,343,275 | \$ 1,194,977 | \$ 917,817 | \$ 277,160 | \$ 277,160 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Patsy D. Noland
Executive Director
Murfreesboro Housing Authority
415 North Maple Street
Murfreesboro, TN 37130-2588

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN02000000108D

Dear Ms. Noland:

This letter obligates \$277,160 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Murfreesboro Housing Authority 415 North Maple Street Murfreesboro, TN 37130 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2920 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN020000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 035574110 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0443 | | | Harold D. Witt | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 350 | | 0 | | 0 | | 350 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,463 | 3,463 | 3,463 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|-----|--|
| 05 | Units undergoing modernization | 580 | 580 | |
| 06 | Special use units | 132 | 132 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 25 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 25 | |
| 15 | Total Unit Months | 4,200 | 4,200 | 3,463 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 289 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$369.92 | \$369.92 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$378.06 | \$378.06 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,587,852 | \$1,587,852 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$85.67 | \$85.67 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$359,814 | \$359,814 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$24,546 | \$24,546 |
| 10 | Cost of independent audit | \$4,800 | \$4,800 |
| 11 | Funding for resident participation activities | \$7,225 | \$7,225 |
| 12 | Asset management fee | \$16,800 | \$0 |
| 13 | Information technology fee | \$8,400 | \$8,400 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$61,771 | \$44,971 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$2,009,437 | \$1,992,637 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$157.83 | \$157.83 |
| 02 | PUM change in utility allowances | (\$3.22) | (\$3.22) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$154.61 | \$154.61 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$649,362 | \$649,362 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,360,075 | \$1,343,275 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,800 | \$4,800 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,360,075 | \$1,343,275 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,343,275 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN021000001 | \$ 1,073,559 | \$ 955,038 | \$ 702,438 | \$ 252,600 | \$ 252,600 | | \$ - | |
| 2 | TN021000002 | \$ 492,179 | \$ 437,842 | \$ 322,631 | \$ 115,211 | \$ 115,211 | | \$ - | |
| | Total | \$ 1,565,738 | \$ 1,392,880 | \$ 1,025,069 | \$ 367,811 | \$ 367,811 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Paula Ledford
Executive Director
Dyersburg Housing Authority
PO Box 824
Dyersburg, TN 38025-0824

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN02100000108D

Dear Ms. Ledford:

This letter obligates \$252,600 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|---|--|---|--|---|---|---|---------------------------|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Dyersburg Housing Authority PO Box 824 Dyersburg, TN 38025 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | |
| A-2576 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">2</td> <td style="border: 1px solid black;">1</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> </tr> </table> | | | | T | N | 0 | 2 | 1 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 2 | 1 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | | | | | | | | | | | | |
| 067720060 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | | | | | | | | | | | | |
| | | | | | | 0440 | | | | Lisa R. DuBois | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 344 | | 0 | | 0 | | 344 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,819 | 3,819 | 3,819 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 164 | 164 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 133 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 124 | |
| 15 | Total Unit Months | 4,128 | 4,119 | 3,819 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 318 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.64 | \$250.64 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$256.15 | \$256.15 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,022,807 | \$1,055,082 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$81.67 | \$81.67 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$326,108 | \$336,399 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$14,710 | \$9,204 |
| 10 | Cost of independent audit | \$3,040 | \$3,040 |
| 11 | Funding for resident participation activities | \$7,950 | \$7,950 |
| 12 | Asset management fee | \$15,972 | \$16,512 |
| 13 | Information technology fee | \$7,986 | \$8,256 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$49,658 | \$44,962 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,398,573 | \$1,436,443 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$115.15 | \$116.91 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$115.15 | \$116.91 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$459,794 | \$481,552 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$92,039 | \$118,668 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$92,039 | \$118,668 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,030,818 | \$1,073,559 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,040 | \$3,040 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,030,818 | \$1,073,559 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,073,559 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Paula Ledford
Executive Director
Dyersburg Housing Authority
PO Box 824
Dyersburg, TN 38025-0824

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN02100000208D

Dear Ms. Ledford:

This letter obligates \$115,211 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Dyersburg Housing Authority PO Box 824 Dyersburg, TN 38025 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-2576 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 2 1 0 0 0 0 0 2 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 067720060 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Lisa R. DuBois | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 158 | | 0 | | 0 | | 158 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,737 | 1,737 | 1,737 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 6 | 6 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 129 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|----|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 24 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 57 | |
| 15 | Total Unit Months | 1,896 | 1,800 | 1,737 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 145 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.64 | \$250.64 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$256.15 | \$256.15 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$455,947 | \$461,070 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$86.64 | \$86.64 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$154,219 | \$155,952 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$6,790 | \$7,234 |
| 10 | Cost of independent audit | \$1,350 | \$1,350 |
| 11 | Funding for resident participation activities | \$3,650 | \$3,625 |
| 12 | Asset management fee | \$7,120 | \$7,584 |
| 13 | Information technology fee | \$3,560 | \$3,792 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$22,470 | \$23,585 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$632,636 | \$640,607 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$115.15 | \$111.27 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$115.15 | \$111.27 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$204,967 | \$200,286 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$41,029 | \$51,858 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$41,029 | \$51,858 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$468,698 | \$492,179 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,350 | \$1,350 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$468,698 | \$492,179 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$492,179 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN022000001 | \$ 428,975 | \$ 381,616 | \$ 275,360 | \$ 106,256 | \$ 106,256 | | \$ - | |
| | Total | \$ 428,975 | \$ 381,616 | \$ 275,360 | \$ 106,256 | \$ 106,256 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Melba S. Greer
Executive Director
Clinton Housing Authority
825 McAdoo Street
Clinton, TN 37716-3107

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN02200000108D

Dear Ms. Greer:

This letter obligates \$106,256 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Clinton Housing Authority 825 McAdoo Street Clinton, TN 37716 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-2589 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="border: 1px solid black; text-align: center;">T</td> <td style="border: 1px solid black; text-align: center;">N</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">2</td> <td style="border: 1px solid black; text-align: center;">2</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">1</td> </tr> </table> | | | | | | T | N | 0 | 2 | 2 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 2 | 2 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 022106843 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 150 | | 0 | | 0 | | 150 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,733 | 1,733 | 1,733 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 12 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 31 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 12 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 31 | |
| 15 | Total Unit Months | 1,800 | 1,788 | 1,745 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 145 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$291.40 | \$291.40 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$297.81 | \$297.81 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$532,484 | \$532,484 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$99.82 | \$99.55 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$178,478 | \$177,995 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$15,055 | \$15,055 |
| 10 | Cost of independent audit | \$5,200 | \$5,200 |
| 11 | Funding for resident participation activities | \$3,625 | \$3,625 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$3,600 | \$3,600 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$27,480 | \$27,480 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$738,442 | \$737,959 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$173.54 | \$173.54 |
| 02 | PUM change in utility allowances | (\$0.73) | (\$0.73) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$172.81 | \$172.81 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$308,984 | \$308,984 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$429,458 | \$428,975 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,200 | \$5,200 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$429,458 | \$428,975 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$428,975 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN024000001 | \$ 720,959 | \$ 641,365 | \$ 493,023 | \$ 148,342 | \$ 148,342 | | \$ - | |
| | Total | \$ 720,959 | \$ 641,365 | \$ 493,023 | \$ 148,342 | \$ 148,342 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. James Rock
Executive Director
Tulahoma Housing Authority
2401 Cedar Lane Village Drive
Tulahoma, TN 37388-4745

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN02400000108D

Dear Mr. Rock:

This letter obligates \$148,342 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|---|---|---|---|--|--|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | |
| Tullahoma Housing Authority 2401 Cedar Lane Village Drive Tullahoma, TN 37388 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | |
| A-4142 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center;"> <tr> <td>T</td><td>N</td><td>0</td><td>2</td><td>4</td><td>0</td><td>0</td><td>0</td><td>0</td><td>1</td> </tr> </table> | | | | | | T | N | 0 | 2 | 4 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 2 | 4 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | |
| 3451569 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 270 | | 0 | | 0 | | 270 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,065 | 3,065 | 3,065 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 151 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 97 | |
| 15 | Total Unit Months | 3,240 | 3,174 | 3,077 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 256 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$250.06 | \$250.06 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.56 | \$255.56 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$811,147 | \$811,147 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$113.12 | \$113.12 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$359,043 | \$359,043 |

Add-Ons

| | | | |
|----|---|--------------------|--------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$9,776 | \$10,039 |
| 10 | Cost of independent audit | \$5,600 | \$5,600 |
| 11 | Funding for resident participation activities | \$6,400 | \$6,400 |
| 12 | Asset management fee | \$12,960 | \$0 |
| 13 | Information technology fee | \$6,480 | \$6,480 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$41,216 | \$28,519 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,211,406 | \$1,198,709 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$150.52 | \$150.52 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$150.52 | \$150.52 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$477,750 | \$477,750 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$733,656 | \$720,959 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,600 | \$5,600 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$733,656 | \$720,959 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$720,959 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN025000001 | \$ 564,833 | \$ 502,475 | \$ 387,438 | \$ 115,037 | \$ 115,037 | | \$ - | |
| | Total | \$ 564,833 | \$ 502,475 | \$ 387,438 | \$ 115,037 | \$ 115,037 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Doug Lockard
Executive Director
Trenton Housing Authority
128 Burnett Drive
Trenton, TN 38382-4205

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN02500000108D

Dear Mr. Lockard:

This letter obligates \$115,037 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|--|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Trenton Housing Authority 128 Burnett Drive Trenton, TN 38382 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-3766 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width:100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">2</td> <td style="border: 1px solid black;">5</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> </tr> </table> | | | | | | T | N | 0 | 2 | 5 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 2 | 5 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 868422890 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|----------|---------------------------|----------|-------------------------------|----------|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 210 | | 0 | | 0 | | 210 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,356 | 2,356 | 2,356 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 50 | | 50 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 81 | 81 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 50 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 2,499 | 2,499 | 2,406 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 201 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$249.33 | \$249.33 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$254.82 | \$254.82 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$636,795 | \$636,795 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$21.83 | \$21.83 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$54,553 | \$54,553 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$21,847 | \$21,847 |
| 10 | Cost of independent audit | \$4,550 | \$4,550 |
| 11 | Funding for resident participation activities | \$5,025 | \$5,025 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$4,998 | \$4,998 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$36,420 | \$36,420 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$727,768 | \$727,768 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$65.20 | \$65.20 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$65.20 | \$65.20 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$162,935 | \$162,935 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$564,833 | \$564,833 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,550 | \$4,550 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$564,833 | \$564,833 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$564,833 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN026000001 | \$ 277,200 | \$ 246,597 | \$ 188,444 | \$ 58,153 | \$ 58,153 | | \$ - | |
| | Total | \$ 277,200 | \$ 246,597 | \$ 188,444 | \$ 58,153 | \$ 58,153 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Carolyn Johnson
Executive Director
Etowah Housing Authority
400 Sunset Drive
Etowah, TN 37331-1761

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN02600000108D

Dear Ms. Johnson:

This letter obligates \$58,153 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Etowah Housing Authority 400 Sunset Drive Etowah, TN 37331 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3088 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN026000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 964862619 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 136 | | 0 | | 0 | | 136 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,550 | 1,550 | 1,550 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 24 | | 24 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 22 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|----|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 36 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 22 | |
| 15 | Total Unit Months | 1,656 | 1,596 | 1,574 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 131 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$231.98 | \$231.98 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$237.08 | \$237.08 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$372,690 | \$378,380 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$72.86 | \$72.86 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$114,536 | \$116,285 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$14,733 | \$14,694 |
| 10 | Cost of independent audit | \$4,165 | \$4,165 |
| 11 | Funding for resident participation activities | \$3,275 | \$3,275 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$3,264 | \$3,312 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$25,437 | \$25,446 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$512,663 | \$520,111 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$152.24 | \$152.24 |
| 02 | PUM change in utility allowances | (\$0.04) | (\$0.04) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$152.20 | \$152.20 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$239,258 | \$242,911 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$273,405 | \$277,200 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,165 | \$4,165 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$273,405 | \$277,200 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$277,200 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN027000001 | \$ 622,831 | \$ 554,070 | \$ 411,360 | \$ 142,710 | \$ 142,710 | | \$ - | |
| | Total | \$ 622,831 | \$ 554,070 | \$ 411,360 | \$ 142,710 | \$ 142,710 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Dorothy Armour
Executive Director
Humboldt Housing Authority
3532 Seymour Loop
Humboldt, TN 38343-1584

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN02700000108D

Dear Ms. Armour:

This letter obligates \$142,710 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|--|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Humboldt Housing Authority 3532 Seymour Loop Humboldt, TN 38343 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-2194 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width:100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">2</td> <td style="border: 1px solid black;">7</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> </tr> </table> | | | | | | T | N | 0 | 2 | 7 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 2 | 7 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 026556548 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|----------|---------------------------|----------|-------------------------------|----------|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 246 | | 0 | | 0 | | 246 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,808 | 2,808 | 2,808 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 24 | 24 | 24 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|-----|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 120 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 2,976 | 2,856 | 2,832 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 236 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.16 | \$250.16 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.66 | \$255.66 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$724,029 | \$730,165 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$50.97 | \$50.97 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$144,347 | \$145,570 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$25,271 | \$25,271 |
| 10 | Cost of independent audit | \$5,226 | \$5,226 |
| 11 | Funding for resident participation activities | \$5,850 | \$5,900 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$5,904 | \$5,952 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$42,251 | \$42,349 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$910,627 | \$918,084 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$113.11 | \$113.11 |
| 02 | PUM change in utility allowances | \$1.18 | \$13.95 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$114.29 | \$127.06 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$323,669 | \$362,883 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$67,062 | \$67,630 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$67,062 | \$67,630 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$654,020 | \$622,831 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,226 | \$5,226 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$654,020 | \$622,831 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$622,831 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN028000001 | \$ 155,739 | \$ 138,545 | \$ 95,918 | \$ 42,627 | \$ 42,627 | | \$ - | |
| | Total | \$ 155,739 | \$ 138,545 | \$ 95,918 | \$ 42,627 | \$ 42,627 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mrs. Nancy Huddleston
Executive Director
Manchester Housing Authority
710 Butler Circle
Manchester, TN 37355-1801

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN02800000108D

Dear Mrs. Huddleston:

This letter obligates \$42,627 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Manchester Housing Authority 710 Butler Circle Manchester, TN 37355 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2918 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 2 8 0 0 0 0 1 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 024744000 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 70 | | 0 | | 0 | | 70 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 812 | 812 | 812 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 28 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 28 | |
| 15 | Total Unit Months | 840 | 840 | 812 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 68 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$247.89 | \$247.89 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$253.34 | \$253.34 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$212,806 | \$212,806 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$13.80 | \$13.80 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$11,592 | \$11,592 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$8,519 | \$8,849 |
| 10 | Cost of independent audit | \$2,818 | \$2,818 |
| 11 | Funding for resident participation activities | \$1,700 | \$1,700 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$1,680 | \$1,680 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$14,717 | \$15,047 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$239,115 | \$239,445 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$99.65 | \$99.65 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$99.65 | \$99.65 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$83,706 | \$83,706 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$155,409 | \$155,739 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,818 | \$2,818 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$155,409 | \$155,739 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$155,739 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN029000001 | \$ 230,700 | \$ 205,231 | \$ 202,072 | \$ 3,159 | \$ 3,159 | | \$ - | |
| 2 | TN029000002 | \$ 504,585 | \$ 448,879 | \$ 365,033 | \$ 83,846 | \$ 83,846 | | \$ - | |
| 3 | TN029000003 | \$ 590,084 | \$ 524,939 | \$ 360,688 | \$ 164,251 | \$ 161,297 | | \$ - | |
| 4 | TN029009999 | \$ - | \$ - | \$ 2,954 | \$ (2,954) | \$ - | | \$ - | |
| | Total | \$ 1,325,369 | \$ 1,179,049 | \$ 930,747 | \$ 248,302 | \$ 248,302 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Kurt O. E. Tschaepe
Executive Director
Gallatin Housing Authority
401 N Boyers Avenue
PO Box 1923
Gallatin, TN 37066-1923

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN02900000108D

Dear Mr. Tschaepe:

This letter obligates \$3,159 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Gallatin Housing Authority PO Box 1923 Gallatin, TN 37066 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A 3084 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 2 9 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 626045504 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0443 | | | | Harold D. Witt | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 93 | | 0 | | 0 | | 93 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,020 | 1,020 | 1,020 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|---|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 1,020 | 1,020 | 1,020 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 85 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$257.34 | \$257.34 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$263.00 | \$263.00 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$268,260 | \$268,260 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$80.27 | \$80.27 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$81,875 | \$81,875 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$2,258 | \$2,258 |
| 10 | Cost of independent audit | \$1,407 | \$1,407 |
| 11 | Funding for resident participation activities | \$2,125 | \$2,125 |
| 12 | Asset management fee | \$4,080 | \$4,080 |
| 13 | Information technology fee | \$2,040 | \$2,040 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$11,910 | \$11,910 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$362,045 | \$362,045 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$129.78 | \$128.77 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$129.78 | \$128.77 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$132,376 | \$131,345 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$229,669 | \$230,700 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,407 | \$1,407 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$229,669 | \$230,700 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$230,700 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Kurt O. E. Tschaepe
Executive Director
Gallatin Housing Authority
401 N Boyers Avenue
PO Box 1923
Gallatin, TN 37066-1923

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN02900000208D

Dear Mr. Tschaepe:

This letter obligates \$83,846 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Gallatin Housing Authority PO Box 1923 Gallatin, TN 37066 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A 3084 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 2 9 0 0 0 0 2 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 626045504 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0443 | | | | Harold D. Witt | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 168 | | 0 | | 0 | | 168 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,776 | 1,776 | 1,776 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 1,776 | 1,776 | 1,776 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 148 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$349.84 | \$349.84 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$357.54 | \$357.54 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$634,991 | \$634,991 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$69.41 | \$69.41 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$123,272 | \$123,272 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$10,034 | \$10,034 |
| 10 | Cost of independent audit | \$2,558 | \$2,558 |
| 11 | Funding for resident participation activities | \$3,700 | \$3,700 |
| 12 | Asset management fee | \$7,104 | \$7,104 |
| 13 | Information technology fee | \$3,552 | \$3,552 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$26,948 | \$26,948 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$785,211 | \$785,211 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$159.75 | \$158.01 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$159.75 | \$158.01 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$283,716 | \$280,626 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$501,495 | \$504,585 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,558 | \$2,558 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$501,495 | \$504,585 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$504,585 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Kurt O. E. Tschaepé
Executive Director
Gallatin Housing Authority
401 N Boyers Avenue
PO Box 1923
Gallatin, TN 37066-1923

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN02900000308D

Dear Mr. Tschaepé:

This letter obligates \$161,297 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Gallatin Housing Authority PO Box 1923 Gallatin, TN 37066 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A 3084 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 2 9 0 0 0 0 3 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 626045504 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0443 | | | | Harold D. Witt | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 168 | | 0 | | 0 | | 168 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,824 | 1,824 | 1,824 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 96 | 96 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 1,920 | 1,920 | 1,824 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 152 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$347.04 | \$347.04 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$354.67 | \$354.67 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$680,966 | \$680,966 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$80.25 | \$80.25 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$154,080 | \$154,080 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$9,640 | \$9,640 |
| 10 | Cost of independent audit | \$2,430 | \$2,430 |
| 11 | Funding for resident participation activities | \$3,800 | \$3,800 |
| 12 | Asset management fee | \$7,680 | \$7,680 |
| 13 | Information technology fee | \$3,840 | \$3,840 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$27,390 | \$27,390 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$862,436 | \$862,436 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$161.54 | \$141.85 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$161.54 | \$141.85 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$310,157 | \$272,352 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$552,279 | \$590,084 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,430 | \$2,430 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$552,279 | \$590,084 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$590,084 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN030000001 | \$ 187,888 | \$ 167,145 | \$ 138,254 | \$ 28,891 | \$ 28,891 | | \$ - | |
| | Total | \$ 187,888 | \$ 167,145 | \$ 138,254 | \$ 28,891 | \$ 28,891 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Buford Reed
Executive Director
Waverly Housing Authority
PO Box 145
Waverly, TN 37185-0145

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03000000108D

Dear Mr. Reed:

This letter obligates \$28,891 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> <div style="font-weight: bold; margin: 0;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Waverly Housing Authority PO Box 145 Waverly, TN 37185 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A2761 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN030000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 031138019 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 70 | | 0 | | 0 | | 70 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-----|-----|-----|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 824 | 824 | 824 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 16 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 16 | |
| 15 | Total Unit Months | 840 | 840 | 824 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 69 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$249.84 | \$249.84 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.34 | \$255.34 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$214,486 | \$214,486 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$82.51 | \$82.51 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$69,308 | \$69,308 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$8,251 | \$8,251 |
| 10 | Cost of independent audit | \$4,200 | \$4,200 |
| 11 | Funding for resident participation activities | \$1,725 | \$1,725 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$1,680 | \$1,680 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$15,856 | \$15,856 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$299,650 | \$299,650 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$137.87 | \$137.87 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$137.87 | \$137.87 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$115,811 | \$115,811 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$4,049 | \$4,049 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$4,049 | \$4,049 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$187,888 | \$187,888 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,200 | \$4,200 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$187,888 | \$187,888 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$187,888 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN031000001 | \$ 254,203 | \$ 226,139 | \$ 169,109 | \$ 57,030 | \$ 57,030 | | \$ - | |
| | Total | \$ 254,203 | \$ 226,139 | \$ 169,109 | \$ 57,030 | \$ 57,030 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Mark Dodson
Executive Director
Milan Housing Authority
1000 Northside Terrace
Milan, TN 38358-1616

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03100000108D

Dear Mr. Dodson:

This letter obligates \$57,030 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Milan Housing Authority 1000 Northside Terrace Milan, TN 38358 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3775 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN031000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 042330220 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 100 | | 0 | | 0 | | 100 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,155 | 1,155 | 1,155 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 22 | 22 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 23 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 23 | |
| 15 | Total Unit Months | 1,200 | 1,200 | 1,155 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 96 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$248.24 | \$248.24 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$253.70 | \$253.70 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$304,440 | \$304,440 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$111.11 | \$111.11 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$133,332 | \$133,332 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$6,175 | \$6,175 |
| 10 | Cost of independent audit | \$5,016 | \$5,016 |
| 11 | Funding for resident participation activities | \$2,400 | \$2,400 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,400 | \$2,400 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$15,991 | \$15,991 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$453,763 | \$453,763 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$166.30 | \$166.30 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$166.30 | \$166.30 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$199,560 | \$199,560 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$254,203 | \$254,203 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,016 | \$5,016 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$254,203 | \$254,203 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$254,203 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN032000001 | \$ 411,064 | \$ 365,683 | \$ 255,464 | \$ 110,219 | \$ 110,219 | | \$ - | |
| | Total | \$ 411,064 | \$ 365,683 | \$ 255,464 | \$ 110,219 | \$ 110,219 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Ronald Robinson
Executive Director
Lewisburg Housing Authority
744 Bark Street
Lewisburg, TN 37091-2674

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03200000108D

Dear Mr. Robinson:

This letter obligates \$110,219 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Lewisburg Housing Authority 744 Bark Street Lewisburg, TN 37091 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-2579 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN032000001 </div> | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 033227800 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0440 | | | | Sam Perrin | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 216 | | 4 | | 0 | | 220 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,422 | 2,422 | 2,422 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 58 | 58 | |
| 06 | Special use units | 48 | 48 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 112 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 79 | |
| 15 | Total Unit Months | 2,640 | 2,607 | 2,422 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 202 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$249.36 | \$249.36 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$254.85 | \$254.85 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$664,394 | \$664,394 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$21.09 | \$21.09 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$54,982 | \$54,982 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$26,519 | \$26,519 |
| 10 | Cost of independent audit | \$8,765 | \$8,765 |
| 11 | Funding for resident participation activities | \$5,050 | \$5,050 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$5,280 | \$5,280 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$45,614 | \$45,614 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$764,990 | \$764,990 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$135.76 | \$135.76 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$135.76 | \$135.76 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$353,926 | \$353,926 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$411,064 | \$411,064 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$8,765 | \$8,765 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$411,064 | \$411,064 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$411,064 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN033000001 | \$ 1,654,885 | \$ 1,472,186 | \$ 920,963 | \$ 551,223 | \$ 536,473 | | \$ - | |
| 2 | TN033000002 | \$ 39,888 | \$ 35,484 | \$ 50,234 | \$ (14,750) | \$ - | | \$ - | |
| | Total | \$ 1,694,773 | \$ 1,507,670 | \$ 971,197 | \$ 536,473 | \$ 536,473 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Carlos D. Harris
Executive Director
Cookeville Housing Authority
235 W. Jackson St.
PO Box 400
Cookeville, TN 38503-0400

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03300000108D

Dear Mr. Harris:

This letter obligates \$536,473 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|---|--|---|---|---|--|--|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | |
| Cookeville Housing Authority PO Box 400 Cookeville, TN 38503 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | |
| A-3065 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width:100%; text-align: center;"> <tr> <td>T</td><td>N</td><td>0</td><td>3</td><td>3</td><td>0</td><td>0</td><td>0</td><td>0</td><td>1</td> </tr> </table> | | | | | | T | N | 0 | 3 | 3 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 3 | 3 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | |
| 042954859 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | |
| | | | 0443 | | | June H. Oliver | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 548 | | 2 | | 1 | | 549 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 6,460 | 6,460 | 6,460 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 51 | 51 | |
| 06 | Special use units | 57 | 57 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 3 | 3 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 16 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 16 | |
| 15 | Total Unit Months | 6,587 | 6,587 | 6,460 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 538 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$233.25 | \$250.79 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$238.38 | \$256.31 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,656,026 | \$1,688,314 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$33.86 | \$35.71 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$235,225 | \$235,222 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$246,900 | \$92,354 |
| 09 | Payment in lieu of taxes (PILOT) | \$39,805 | \$37,952 |
| 10 | Cost of independent audit | \$9,582 | \$8,898 |
| 11 | Funding for resident participation activities | \$14,200 | \$13,450 |
| 12 | Asset management fee | \$27,788 | \$26,348 |
| 13 | Information technology fee | \$13,894 | \$13,174 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$352,169 | \$192,176 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$2,243,420 | \$2,115,712 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$94.55 | \$95.57 |
| 02 | PUM change in utility allowances | (\$19.77) | (\$25.61) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$74.78 | \$69.96 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$519,497 | \$460,827 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,723,923 | \$1,654,885 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$9,582 | \$8,898 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,723,923 | \$1,654,885 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,654,885 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Carlos D. Harris
Executive Director
Cookeville Housing Authority
235 W. Jackson St.
PO Box 400
Cookeville, TN 38503-0400

Dear Mr. Harris:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03300000208D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS. Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Cookeville Housing Authority PO Box 400 Cookeville, TN 38503 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3065 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> T N 0 3 3 0 0 0 0 2 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 042954859 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0443 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 30 | | 0 | | 0 | | 30 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 360 | 360 | 360 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 360 | 360 | 360 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 30 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$233.25 | \$233.25 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$238.38 | \$238.38 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$85,817 | \$85,817 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$1.22 | \$1.23 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$439 | \$443 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$5,200 | \$2,072 |
| 10 | Cost of independent audit | \$4,800 | \$486 |
| 11 | Funding for resident participation activities | \$750 | \$750 |
| 12 | Asset management fee | \$1,440 | \$1,440 |
| 13 | Information technology fee | \$720 | \$720 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$12,910 | \$5,468 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$99,166 | \$91,728 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$144.00 | \$144.00 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$144.00 | \$144.00 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$51,840 | \$51,840 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$47,326 | \$39,888 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,800 | \$486 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$47,326 | \$39,888 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$39,888 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN034000001 | \$ 320,562 | \$ 285,172 | \$ 231,599 | \$ 53,573 | \$ 53,573 | | \$ - | |
| | Total | \$ 320,562 | \$ 285,172 | \$ 231,599 | \$ 53,573 | \$ 53,573 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Crystal Marlow
Executive Director
Jellico Housing Authority
189 S Main Street
PO Box 240
Jellico, TN 37762-0240

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03400000108D

Dear Ms. Marlow:

This letter obligates \$53,573 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Jellico Housing Authority PO Box 240 Jellico, TN 37762 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-1509 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">3</td> <td style="border: 1px solid black;">4</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> </tr> </table> | | | | | | T | N | 0 | 3 | 4 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 3 | 4 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 030664825 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 124 | | 0 | | 0 | | 124 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,476 | 1,476 | 1,476 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 12 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 12 | |
| 15 | Total Unit Months | 1,488 | 1,488 | 1,476 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 123 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$251.34 | \$251.34 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$256.87 | \$256.87 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$382,223 | \$382,223 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$94.01 | \$91.69 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$139,887 | \$136,435 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$4,438 | \$4,435 |
| 10 | Cost of independent audit | \$4,500 | \$4,500 |
| 11 | Funding for resident participation activities | \$3,100 | \$3,075 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,976 | \$2,976 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$15,014 | \$14,986 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$537,124 | \$533,644 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$143.20 | \$143.20 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$143.20 | \$143.20 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$213,082 | \$213,082 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$324,042 | \$320,562 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,500 | \$4,500 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$324,042 | \$320,562 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$320,562 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN035000001 | \$ 1,006,594 | \$ 895,466 | \$ 677,918 | \$ 217,548 | \$ 217,548 | | \$ - | |
| | Total | \$ 1,006,594 | \$ 895,466 | \$ 677,918 | \$ 217,548 | \$ 217,548 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Derwin Jackson
Executive Director
Franklin Housing Authority
100 Spring Street
PO Box 304
Franklin, TN 37065-0304

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03500000108D

Dear Mr. Jackson:

This letter obligates \$217,548 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Franklin Housing Authority PO Box 304 Franklin, TN 37065 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2762 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> T N 0 3 5 0 0 0 0 1 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 042848754 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 297 | | 0 | | 0 | | 297 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,488 | 3,488 | 3,488 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 42 | 42 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 34 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 34 | |
| 15 | Total Unit Months | 3,564 | 3,564 | 3,488 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 291 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$342.63 | \$342.63 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$350.17 | \$350.17 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,248,006 | \$1,248,006 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$111.70 | \$111.70 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$398,099 | \$398,099 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$36,920 | \$36,920 |
| 10 | Cost of independent audit | \$5,500 | \$5,500 |
| 11 | Funding for resident participation activities | \$7,275 | \$7,275 |
| 12 | Asset management fee | \$14,256 | \$0 |
| 13 | Information technology fee | \$7,128 | \$7,128 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$71,079 | \$56,823 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,717,184 | \$1,702,928 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$195.38 | \$195.38 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$195.38 | \$195.38 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$696,334 | \$696,334 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,020,850 | \$1,006,594 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,500 | \$5,500 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,020,850 | \$1,006,594 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,006,594 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN036000001 | \$ 1,290,378 | \$ 1,147,920 | \$ 820,016 | \$ 327,904 | \$ 319,805 | | \$ - | |
| 2 | TN036000002 | \$ - | \$ - | \$ 8,099 | \$ (8,099) | \$ - | | \$ - | |
| | Total | \$ 1,290,378 | \$ 1,147,920 | \$ 828,115 | \$ 319,805 | \$ 319,805 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Richard S. Hudson
Executive Director
Springfield Housing Authority
808 Rose Hill Circle
PO Box 398
Springfield, TN 37172-0398

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03600000108D

Dear Mr. Hudson:

This letter obligates \$319,805 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Springfield Housing Authority PO Box 398 Springfield, TN 37172 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2765 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN036000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 958392144 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 409 | | 0 | | 0 | | 409 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 4,243 | 4,243 | 4,243 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 96 | | 96 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|-----|--|
| 05 | Units undergoing modernization | 202 | 202 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 4 | 4 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 351 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|----|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 12 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 147 | |
| 15 | Total Unit Months | 4,908 | 4,596 | 4,339 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 362 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$334.26 | \$334.26 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$341.61 | \$341.61 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,570,040 | \$1,570,040 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$102.76 | \$102.76 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$472,285 | \$472,285 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$23,351 | \$23,351 |
| 10 | Cost of independent audit | \$5,487 | \$5,487 |
| 11 | Funding for resident participation activities | \$9,050 | \$9,050 |
| 12 | Asset management fee | \$19,584 | \$19,632 |
| 13 | Information technology fee | \$9,792 | \$9,816 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$67,264 | \$67,336 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$2,109,589 | \$2,109,661 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$178.26 | \$178.26 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$178.26 | \$178.26 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$819,283 | \$819,283 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,290,306 | \$1,290,378 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,487 | \$5,487 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,290,306 | \$1,290,378 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,290,378 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN037000001 | \$ 600,058 | \$ 533,812 | \$ 392,436 | \$ 141,376 | \$ 141,376 | | \$ - | |
| | Total | \$ 600,058 | \$ 533,812 | \$ 392,436 | \$ 141,376 | \$ 141,376 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Dr. Terry D. Case
Executive Director
South Pittsburg Housing Authority
214 Elm Avenue
PO Box 231
South Pittsburg, TN 37380-0231

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03700000108D

Dear Dr. Case:

This letter obligates \$141,376 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| South Pittsburg Housing Authority PO Box 231 South Pittsburg, TN 37380 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2555 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN037000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 138387001 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 202 | | 0 | | 0 | | 202 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,033 | 2,033 | 2,033 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 42 | 42 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 349 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 73 | |
| 15 | Total Unit Months | 2,424 | 2,148 | 2,033 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 169 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$287.53 | \$287.53 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$293.86 | \$293.86 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$644,729 | \$631,211 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$105.04 | \$107.29 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$230,458 | \$230,459 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$7,160 | \$7,160 |
| 10 | Cost of independent audit | \$3,500 | \$3,500 |
| 11 | Funding for resident participation activities | \$4,225 | \$4,225 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$4,848 | \$4,848 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$19,733 | \$19,733 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$894,920 | \$881,403 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$130.98 | \$130.98 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$130.98 | \$130.98 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$287,370 | \$281,345 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$607,550 | \$600,058 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,500 | \$3,500 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$607,550 | \$600,058 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$600,058 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN038000001 | \$ 1,842,557 | \$ 1,639,139 | \$ 1,180,274 | \$ 458,865 | \$ 458,865 | | \$ - | |
| | Total | \$ 1,842,557 | \$ 1,639,139 | \$ 1,180,274 | \$ 458,865 | \$ 458,865 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. MARILYN MEDLEY
Executive Director
Morristown Housing Authority
600 Sulphur Springs Road
PO Box 497
Morristown, TN 37815-0497

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03800000108D

Dear Ms. MEDLEY:

This letter obligates \$458,865 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Morristown Housing Authority PO Box 497 Morristown, TN 37815 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3771 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 3 8 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 031655939 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 672 | | 0 | | 0 | | 672 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 7,361 | 7,361 | 7,361 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 44 | | 44 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 575 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|----|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 72 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 242 | |
| 15 | Total Unit Months | 8,064 | 7,615 | 7,405 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 617 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$255.75 | \$255.75 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$261.38 | \$261.38 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,989,886 | \$1,990,409 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$22.80 | \$22.79 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$173,576 | \$173,546 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$38,867 | \$38,867 |
| 10 | Cost of independent audit | \$3,965 | \$3,965 |
| 11 | Funding for resident participation activities | \$15,425 | \$15,425 |
| 12 | Asset management fee | \$31,968 | \$32,256 |
| 13 | Information technology fee | \$15,984 | \$16,128 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$106,209 | \$106,641 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$2,269,671 | \$2,270,596 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$56.21 | \$56.21 |
| 02 | PUM change in utility allowances | (\$16.84) | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$39.37 | \$56.21 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$299,724 | \$428,039 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,969,947 | \$1,842,557 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,965 | \$3,965 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,969,947 | \$1,842,557 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,842,557 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN039000001 | \$ 370,126 | \$ 329,264 | \$ 218,890 | \$ 110,374 | \$ 110,374 | | \$ - | |
| 2 | TN039000002 | \$ 435,539 | \$ 387,455 | \$ 290,526 | \$ 96,929 | \$ 96,929 | | \$ - | |
| 3 | TN039000003 | \$ 330,436 | \$ 293,956 | \$ 222,869 | \$ 71,087 | \$ 63,172 | | \$ - | |
| 4 | TN039000004 | \$ 89,524 | \$ 79,641 | \$ 87,556 | \$ (7,915) | \$ - | | \$ - | |
| | Total | \$ 1,225,625 | \$ 1,090,316 | \$ 819,841 | \$ 270,475 | \$ 270,475 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Wm. Hershel Thrasher
Executive Director
Shelbyville Housing Authority
PO Box 560
Shelbyville, TN 37162-0560

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03900000108D

Dear Mr. Thrasher:

This letter obligates \$110,374 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | |
| Shelbyville Housing Authority PO Box 560 Shelbyville, TN 37162 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | |
| A-3064 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 3 9 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | |
| 095730516 | | | 8. ROFO Code: | | | Financial Analyst: | | | |
| | | | 0440 | | | Lisa R. DuBois | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 110 | | 0 | | 0 | | 110 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,281 | 1,281 | 1,281 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 3 | 3 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 36 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 36 | |
| 15 | Total Unit Months | 1,320 | 1,320 | 1,281 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 107 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$251.71 | \$251.71 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$257.25 | \$257.25 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$330,309 | \$339,570 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$96.39 | \$93.76 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$123,765 | \$123,763 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$4,051 | \$4,052 |
| 10 | Cost of independent audit | \$2,630 | \$2,630 |
| 11 | Funding for resident participation activities | \$2,675 | \$2,675 |
| 12 | Asset management fee | \$5,136 | \$5,280 |
| 13 | Information technology fee | \$2,568 | \$2,640 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$17,060 | \$17,277 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$471,134 | \$480,610 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$83.70 | \$83.70 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$83.70 | \$83.70 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$107,471 | \$110,484 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$363,663 | \$370,126 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,630 | \$2,630 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$363,663 | \$370,126 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$370,126 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Wm. Hershel Thrasher
Executive Director
Shelbyville Housing Authority
PO Box 560
Shelbyville, TN 37162-0560

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03900000208D

Dear Mr. Thrasher:

This letter obligates \$96,929 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | 2008 For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|--|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | |
| Shelbyville Housing Authority PO Box 560 Shelbyville, TN 37162 | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | |
| A-3064 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center;"> <tr> <td>T</td><td>N</td><td>0</td><td>3</td><td>9</td><td>0</td><td>0</td><td>0</td><td>0</td><td>2</td> </tr> </table> | | | | T | N | 0 | 3 | 9 | 0 | 0 | 0 | 0 | 2 |
| T | N | 0 | 3 | 9 | 0 | 0 | 0 | 0 | 2 | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | |
| 095730516 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 146 | | 0 | | 0 | | 146 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,669 | 1,669 | 1,669 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 36 | 36 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 47 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 47 | |
| 15 | Total Unit Months | 1,752 | 1,752 | 1,669 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 139 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.32 | \$250.32 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.83 | \$255.83 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$448,214 | \$448,214 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$77.89 | \$77.89 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$136,463 | \$136,463 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$5,377 | \$5,378 |
| 10 | Cost of independent audit | \$3,491 | \$3,491 |
| 11 | Funding for resident participation activities | \$3,475 | \$3,475 |
| 12 | Asset management fee | \$7,008 | \$7,008 |
| 13 | Information technology fee | \$3,504 | \$3,504 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$22,855 | \$22,856 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$607,532 | \$607,533 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$98.17 | \$98.17 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$98.17 | \$98.17 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$171,994 | \$171,994 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$435,538 | \$435,539 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,491 | \$3,491 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$435,538 | \$435,539 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$435,539 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Wm. Hershel Thrasher
Executive Director
Shelbyville Housing Authority
PO Box 560
Shelbyville, TN 37162-0560

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03900000308D

Dear Mr. Thrasher:

This letter obligates \$63,172 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|---|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|---|---|---|---|---|--|--|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | |
| Shelbyville Housing Authority PO Box 560 Shelbyville, TN 37162 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | |
| A-3064 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center;"> <tr> <td>T</td><td>N</td><td>0</td><td>3</td><td>9</td><td>0</td><td>0</td><td>0</td><td>0</td><td>3</td> </tr> </table> | | | | | | T | N | 0 | 3 | 9 | 0 | 0 | 0 | 0 | 3 |
| T | N | 0 | 3 | 9 | 0 | 0 | 0 | 0 | 3 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | |
| 095730516 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 112 | | 0 | | 0 | | 112 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,305 | 1,305 | 1,305 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 39 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 39 | |
| 15 | Total Unit Months | 1,344 | 1,344 | 1,305 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 109 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.32 | \$250.32 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.83 | \$255.83 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$343,836 | \$343,836 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$87.52 | \$87.52 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$117,627 | \$117,627 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$4,125 | \$4,125 |
| 10 | Cost of independent audit | \$2,678 | \$2,679 |
| 11 | Funding for resident participation activities | \$2,725 | \$2,725 |
| 12 | Asset management fee | \$5,376 | \$5,376 |
| 13 | Information technology fee | \$2,688 | \$2,688 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$17,592 | \$17,593 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$479,055 | \$479,056 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$110.58 | \$110.58 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$110.58 | \$110.58 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$148,620 | \$148,620 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$330,435 | \$330,436 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,678 | \$2,679 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$330,435 | \$330,436 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$330,436 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Wm. Hershel Thrasher
Executive Director
Shelbyville Housing Authority
PO Box 560
Shelbyville, TN 37162-0560

Dear Mr. Thrasher:

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN03900000408D

This letter obligates \$0 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with the all terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS. Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | |
| Shelbyville Housing Authority PO Box 560 Shelbyville, TN 37162 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | |
| A-3064 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN03900004 </div> | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | |
| 095730516 | | | 8. ROFO Code: | | | Financial Analyst: | | | |
| | | | 0440 | | | Lisa R. DuBois | | | |

| Section 2 | | | | | | |
|---|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 44 | | 0 | | 0 | | 44 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-----|-----|-----|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 498 | 498 | 498 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 18 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 16 | |
| 15 | Total Unit Months | 528 | 514 | 510 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 43 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.32 | \$250.32 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.83 | \$255.83 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$131,497 | \$131,497 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$60.93 | \$60.93 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$31,318 | \$31,318 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$1,844 | \$1,844 |
| 10 | Cost of independent audit | \$7,015 | \$7,015 |
| 11 | Funding for resident participation activities | \$1,075 | \$1,075 |
| 12 | Asset management fee | \$2,112 | \$2,112 |
| 13 | Information technology fee | \$1,056 | \$1,056 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$13,102 | \$13,102 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$175,917 | \$175,917 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$168.08 | \$168.08 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$168.08 | \$168.08 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$86,393 | \$86,393 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$89,524 | \$89,524 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$7,015 | \$7,015 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$89,524 | \$89,524 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$89,524 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN040000001 | \$ 281,598 | \$ 250,510 | \$ 197,122 | \$ 53,388 | \$ 53,388 | | \$ - | |
| | Total | \$ 281,598 | \$ 250,510 | \$ 197,122 | \$ 53,388 | \$ 53,388 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Melba Johnson
Executive Director
Lexington Housing Authority
100 Willow Courts
PO Box 559
Lexington, TN 38351-0559

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04000000108D

Dear Ms. Johnson:

This letter obligates \$53,388 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Lexington Housing Authority PO Box 559 Lexington, TN 38351 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-2915 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 4 0 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 099179277 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Lisa R. DuBois | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 120 | | 0 | | 0 | | 120 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,416 | 1,416 | 1,416 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 1,440 | 1,440 | 1,416 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 118 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$247.76 | \$247.76 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$253.21 | \$253.21 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$365,382 | \$364,622 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$91.80 | \$91.80 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$132,467 | \$132,192 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$7,512 | \$7,512 |
| 10 | Cost of independent audit | \$4,650 | \$4,650 |
| 11 | Funding for resident participation activities | \$2,975 | \$2,950 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,886 | \$2,880 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$18,023 | \$17,992 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$515,872 | \$514,806 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$161.51 | \$161.95 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$161.51 | \$161.95 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$233,059 | \$233,208 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$282,813 | \$281,598 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,650 | \$4,650 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$282,813 | \$281,598 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$281,598 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN041000001 | \$ 865,135 | \$ 769,624 | \$ 584,602 | \$ 185,022 | \$ 185,022 | | \$ - | |
| | Total | \$ 865,135 | \$ 769,624 | \$ 584,602 | \$ 185,022 | \$ 185,022 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Christi Billings
Executive Director
Covington Housing Authority
PO Box 88
Covington, TN 38019-0088

**SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04100000108D**

Dear Ms. Billings:

This letter obligates \$185,022 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Covington Housing Authority P.O. BOX 88 COVINGTON, TN 38019 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3085 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> T N 0 4 1 0 0 0 0 1 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 041386350 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0443 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 264 | | 0 | | 20 | | 244 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,840 | 2,840 | 2,840 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 53 | 53 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 14 | 14 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 45 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 216 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 45 | |
| 15 | Total Unit Months | 3,168 | 2,952 | 2,840 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 237 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|-----|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 216 | |
|----|---|--|-----|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$284.65 | \$284.65 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$290.91 | \$290.91 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$858,766 | \$858,766 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$110.78 | \$110.78 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$327,023 | \$327,023 |

Add-Ons

| | | | |
|----|---|--------------------|--------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$12,919 | \$12,919 |
| 10 | Cost of independent audit | \$4,290 | \$4,290 |
| 11 | Funding for resident participation activities | \$5,925 | \$5,925 |
| 12 | Asset management fee | \$12,672 | \$0 |
| 13 | Information technology fee | \$6,336 | \$6,336 |
| 14 | Asset repositioning fee | \$47,127 | \$47,127 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$89,269 | \$76,597 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,275,058 | \$1,262,386 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$138.28 | \$138.28 |
| 02 | PUM change in utility allowances | (\$3.71) | (\$3.71) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$134.57 | \$134.57 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$397,251 | \$397,251 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$877,807 | \$865,135 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,290 | \$4,290 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$877,807 | \$865,135 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$865,135 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN042000801 | \$ 355,033 | \$ 315,837 | \$ 257,033 | \$ 58,804 | \$ 58,804 | | \$ - | |
| 2 | TN042000802 | \$ 242,582 | \$ 215,801 | \$ 153,164 | \$ 62,637 | \$ 62,637 | | \$ - | |
| 3 | TN042000803 | \$ 250,314 | \$ 222,679 | \$ 165,487 | \$ 57,192 | \$ 57,192 | | \$ - | |
| | Total | \$ 847,929 | \$ 754,317 | \$ 575,684 | \$ 178,633 | \$ 178,633 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Don Alexander
Executive Director
Crossville Housing Authority
67 Irwin Avenue
PO Box 425
Crossville, TN 38557-0425

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04200080108D

Dear Mr. Alexander:

This letter obligates \$58,804 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Crossville Housing Authority PO Box 425 Crossville, TN 38557 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2626 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN042000801 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 024767386 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 146 | | 0 | | 0 | | 146 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,688 | 1,688 | 1,688 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 40 | | |

| Other ACC Unit Months | | | | |
|-----------------------|---|---|--|--|
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 40 | |
| 15 | Total Unit Months | 1,752 | 1,752 | 1,688 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 141 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$249.80 | \$249.80 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.30 | \$255.30 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$447,286 | \$447,286 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$115.31 | \$115.31 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$202,023 | \$202,023 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$8,900 | \$8,574 |
| 10 | Cost of independent audit | \$4,871 | \$4,693 |
| 11 | Funding for resident participation activities | \$3,525 | \$3,525 |
| 12 | Asset management fee | \$7,008 | \$7,008 |
| 13 | Information technology fee | \$3,504 | \$3,504 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$27,808 | \$27,304 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$677,117 | \$676,613 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$185.44 | \$183.55 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$185.44 | \$183.55 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$324,891 | \$321,580 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$352,226 | \$355,033 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,871 | \$4,693 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$352,226 | \$355,033 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$355,033 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Don Alexander
Executive Director
Crossville Housing Authority
67 Irwin Avenue
PO Box 425
Crossville, TN 38557-0425

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04200080208D

Dear Mr. Alexander:

This letter obligates \$62,637 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | |
|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | 2008 For Informational Purposes Only |
| U.S. Department of Housing and Urban Development Office of Public and Indian Housing | |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Crossville Housing Authority PO Box 425 Crossville, TN 38557 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-2626 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 4 2 0 0 0 8 0 2 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 024767386 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0437 | | | | Harold D. Witt | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 81 | | 0 | | 0 | | 81 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 978 | 978 | 978 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 23 | 23 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 31 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|------------|
| 14 | Limited vacancies | | 31 | |
| 15 | Total Unit Months | 1,044 | 1,032 | 990 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 83 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$267.56 | \$267.56 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$273.45 | \$273.45 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$301,889 | \$282,200 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$151.37 | \$151.37 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$167,112 | \$156,214 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$5,669 | \$5,029 |
| 10 | Cost of independent audit | \$3,102 | \$2,752 |
| 11 | Funding for resident participation activities | \$2,225 | \$2,075 |
| 12 | Asset management fee | \$4,464 | \$4,176 |
| 13 | Information technology fee | \$2,232 | \$2,088 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$17,692 | \$16,120 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$486,693 | \$454,534 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$204.04 | \$205.38 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$204.04 | \$205.38 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$225,260 | \$211,952 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$261,433 | \$242,582 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,102 | \$2,752 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$261,433 | \$242,582 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$242,582 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Don Alexander
Executive Director
Crossville Housing Authority
67 Irwin Avenue
PO Box 425
Crossville, TN 38557-0425

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04200080308D

Dear Mr. Alexander:

This letter obligates \$57,192 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Crossville Housing Authority PO Box 425 Crossville, TN 38557 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2626 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN042000803 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 024767386 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | |

| Section 2 | | | | | | |
|---|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 94 | | 0 | | 0 | | 94 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,101 | 1,101 | 1,101 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 27 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 27 | |
| 15 | Total Unit Months | 1,128 | 1,128 | 1,101 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 92 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$249.80 | \$249.80 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.30 | \$255.30 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$287,978 | \$287,978 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$126.35 | \$126.35 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$142,523 | \$142,523 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$5,696 | \$5,593 |
| 10 | Cost of independent audit | \$3,136 | \$3,060 |
| 11 | Funding for resident participation activities | \$2,300 | \$2,300 |
| 12 | Asset management fee | \$4,512 | \$4,512 |
| 13 | Information technology fee | \$2,256 | \$2,256 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$17,900 | \$17,721 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$448,401 | \$448,222 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$176.87 | \$175.45 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$176.87 | \$175.45 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$199,509 | \$197,908 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$248,892 | \$250,314 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,136 | \$3,060 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$248,892 | \$250,314 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$250,314 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN043000001 | \$ 543,645 | \$ 483,627 | \$ 316,195 | \$ 167,432 | \$ 167,432 | | \$ - | |
| | Total | \$ 543,645 | \$ 483,627 | \$ 316,195 | \$ 167,432 | \$ 167,432 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. R. Frank Testerman
Executive Director
Rogersville Housing Authority
902 Locust Street
Rogersville, TN 37857-2416

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04300000108D

Dear Mr. Testerman:

This letter obligates \$167,432 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | 2008 For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Rogersville Housing Authority 902 Locust Street Rogersville, TN 37857 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3789 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 4 3 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 028825370 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0437 | | | | Harold D. Witt | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 204 | | 0 | | 0 | | 204 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,419 | 2,419 | 2,419 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 28 | 28 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 1 | 1 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 2,448 | 2,448 | 2,419 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 202 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$277.22 | \$277.22 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$283.32 | \$283.32 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$693,567 | \$693,567 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$119.50 | \$119.50 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$292,536 | \$292,536 |

Add-Ons

| | | | |
|----|---|--------------------|--------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$23,652 | \$23,652 |
| 10 | Cost of independent audit | \$4,000 | \$1,940 |
| 11 | Funding for resident participation activities | \$5,050 | \$5,050 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$4,896 | \$4,896 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$37,598 | \$35,538 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,023,701 | \$1,021,641 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$195.26 | \$195.26 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$195.26 | \$195.26 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$477,996 | \$477,996 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$545,705 | \$543,645 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,000 | \$1,940 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$545,705 | \$543,645 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$543,645 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN044000001 | \$ 351,288 | \$ 312,506 | \$ 247,795 | \$ 64,711 | \$ 64,711 | | \$ - | |
| | Total | \$ 351,288 | \$ 312,506 | \$ 247,795 | \$ 64,711 | \$ 64,711 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Jim Payne
Executive Director
Sparta Housing Authority
300 Cragrock Drive
PO Box 419
Sparta, TN 38583-0419

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04400000108D

Dear Mr. Payne:

This letter obligates \$64,711 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Sparta Housing Authority PO Box 419 Sparta, TN 38583 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2924 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 4 4 0 0 0 0 1 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 055003000 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0443 | | | Harold D. Witt | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 162 | | 0 | | 0 | | 162 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,901 | 1,901 | 1,901 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 19 | 19 | |
| 06 | Special use units | 17 | 17 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 7 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 7 | |
| 15 | Total Unit Months | 1,944 | 1,944 | 1,901 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 158 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.51 | \$250.51 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$256.02 | \$256.02 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$497,703 | \$497,703 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$77.65 | \$77.65 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$150,952 | \$150,952 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$23,218 | \$23,218 |
| 10 | Cost of independent audit | \$6,800 | \$6,800 |
| 11 | Funding for resident participation activities | \$3,950 | \$3,950 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$3,888 | \$3,888 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$37,856 | \$37,856 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$686,511 | \$686,511 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$172.44 | \$172.44 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$172.44 | \$172.44 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$335,223 | \$335,223 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$351,288 | \$351,288 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$6,800 | \$6,800 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$351,288 | \$351,288 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$351,288 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN045000001 | \$ 177,540 | \$ 157,940 | \$ 104,659 | \$ 53,281 | \$ 53,281 | | \$ - | |
| | Total | \$ 177,540 | \$ 157,940 | \$ 104,659 | \$ 53,281 | \$ 53,281 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mrs. Tanya Martchek
Executive Director
Millington Housing Authority
PO Box 55
Millington, TN 38083-0055

**SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04500000108D**

Dear Mrs. Martchek:

This letter obligates \$53,281 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Millington Housing Authority PO Box 55 Millington, TN 38083 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3075 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 4 5 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 171111479 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 89 | | 0 | | 0 | | 89 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,063 | 1,063 | 1,063 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 5 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 5 | |
| 15 | Total Unit Months | 1,068 | 1,068 | 1,063 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 89 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$292.27 | \$292.27 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$298.70 | \$298.70 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$319,012 | \$319,012 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$12.79 | \$12.79 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$13,660 | \$13,660 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$22,236 | \$22,236 |
| 10 | Cost of independent audit | \$3,900 | \$3,900 |
| 11 | Funding for resident participation activities | \$2,225 | \$2,225 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,136 | \$2,136 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$30,497 | \$30,497 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$363,169 | \$363,169 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$180.59 | \$180.59 |
| 02 | PUM change in utility allowances | (\$6.78) | (\$6.78) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$173.81 | \$173.81 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$185,629 | \$185,629 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$177,540 | \$177,540 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,900 | \$3,900 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$177,540 | \$177,540 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$177,540 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN046000001 | \$ 644,574 | \$ 573,413 | \$ 347,958 | \$ 225,455 | \$ 225,455 | | \$ - | |
| 2 | TN046000002 | \$ 305,466 | \$ 271,743 | \$ 194,124 | \$ 77,619 | \$ 77,619 | | \$ - | |
| | Total | \$ 950,040 | \$ 845,156 | \$ 542,082 | \$ 303,074 | \$ 303,074 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Trent Ogilvie
Executive Director
Columbia Housing Authority
PO Box 115
Columbia, TN 38402-0115

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04600000108D

Dear Mr. Ogilvie:

This letter obligates \$225,455 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Columbia Housing Authority PO Box 115 Columbia, TN 38402 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3765 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN046000001 </div> | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 038113288 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0440 | | | | Sam Perrin | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 185 | | 0 | | 0 | | 185 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,073 | 2,073 | 2,073 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 107 | 107 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 40 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 40 | |
| 15 | Total Unit Months | 2,220 | 2,220 | 2,073 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 173 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$262.04 | \$262.04 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$267.80 | \$267.80 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$594,516 | \$594,516 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$73.56 | \$73.56 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$163,303 | \$163,303 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$97,121 | \$97,121 |
| 09 | Payment in lieu of taxes (PILOT) | \$8,316 | \$8,316 |
| 10 | Cost of independent audit | \$4,832 | \$4,832 |
| 11 | Funding for resident participation activities | \$4,325 | \$4,325 |
| 12 | Asset management fee | \$8,880 | \$8,880 |
| 13 | Information technology fee | \$4,440 | \$4,440 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$127,914 | \$127,914 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$885,733 | \$885,733 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$117.63 | \$117.63 |
| 02 | PUM change in utility allowances | (\$9.00) | (\$9.00) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$108.63 | \$108.63 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$241,159 | \$241,159 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$644,574 | \$644,574 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,832 | \$4,832 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$644,574 | \$644,574 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$644,574 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Trent Ogilvie
Executive Director
Columbia Housing Authority
PO Box 115
Columbia, TN 38402-0115

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04600000208D

Dear Mr. Ogilvie:

This letter obligates \$77,619 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Columbia Housing Authority PO Box 115 Columbia, TN 38402 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3765 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN046000002 </div> | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 038113288 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Sam Perrin | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 106 | | 0 | | 0 | | 106 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,127 | 1,127 | 1,127 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 69 | 69 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 25 | 25 | |
| 11 | Units vacant and not categorized above | 51 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 38 | |
| 15 | Total Unit Months | 1,272 | 1,259 | 1,127 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 94 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.15 | \$250.15 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.65 | \$255.65 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$321,863 | \$321,863 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$66.79 | \$66.79 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$84,089 | \$84,089 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$54,631 | \$54,631 |
| 09 | Payment in lieu of taxes (PILOT) | \$4,679 | \$4,679 |
| 10 | Cost of independent audit | \$2,718 | \$2,718 |
| 11 | Funding for resident participation activities | \$2,350 | \$2,350 |
| 12 | Asset management fee | \$5,088 | \$5,088 |
| 13 | Information technology fee | \$2,544 | \$2,544 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$72,010 | \$72,010 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$477,962 | \$477,962 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$143.01 | \$143.01 |
| 02 | PUM change in utility allowances | (\$6.00) | (\$6.00) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$137.01 | \$137.01 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$172,496 | \$172,496 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$305,466 | \$305,466 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,718 | \$2,718 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$305,466 | \$305,466 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$305,466 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN047000001 | \$ 324,775 | \$ 288,920 | \$ 208,185 | \$ 80,735 | \$ 80,735 | | \$ - | |
| | Total | \$ 324,775 | \$ 288,920 | \$ 208,185 | \$ 80,735 | \$ 80,735 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Dawn Hudson
Executive Director
Mt. Pleasant Housing Authority
138 Thomas Circle
Mount Pleasant, TN 38474-1055

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04700000108D

Dear Ms. Hudson:

This letter obligates \$80,735 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Mt. Pleasant Housing Authority 138 Thomas Circle Mount Pleasant, TN 38474 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-4384 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 4 7 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 058866600 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0440 | | | | Sam Perrin | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 116 | | 0 | | 0 | | 116 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,376 | 1,376 | 1,376 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 16 | 16 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 6 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 1,398 | 1,392 | 1,376 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 115 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$248.20 | \$248.20 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$253.66 | \$253.66 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$353,095 | \$353,095 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$123.50 | \$123.50 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$171,912 | \$171,912 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$6,164 | \$8,463 |
| 10 | Cost of independent audit | \$5,500 | \$5,500 |
| 11 | Funding for resident participation activities | \$2,875 | \$2,875 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,796 | \$2,796 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$17,335 | \$19,634 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$542,342 | \$544,641 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$157.95 | \$157.95 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$157.95 | \$157.95 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$219,866 | \$219,866 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$322,476 | \$324,775 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,500 | \$5,500 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$322,476 | \$324,775 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$324,775 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN048000001 | \$ 858,006 | \$ 763,282 | \$ 750,955 | \$ 12,327 | \$ 12,327 | | \$ - | |
| | Total | \$ 858,006 | \$ 763,282 | \$ 750,955 | \$ 12,327 | \$ 12,327 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Eddy Casteel
Executive Director
Lawrenceburg Housing Authority
PO Drawer C
Lawrenceburg, TN 38464-0018

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04800000108D

Dear Mr. Casteel:

This letter obligates \$12,327 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|---|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Lawrenceburg Housing Authority PO Drawer C Lawrenceburg, TN 38464 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3086 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN048000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 032196700 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 303 | | 0 | | 0 | | 303 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,558 | 3,558 | 3,558 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 27 | 27 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 39 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 39 | |
| 15 | Total Unit Months | 3,636 | 3,636 | 3,558 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 297 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$233.14 | \$233.14 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$238.27 | \$238.27 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$866,350 | \$866,350 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$67.95 | \$67.95 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$247,066 | \$247,066 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$13,647 | \$12,511 |
| 10 | Cost of independent audit | \$10,500 | \$11,244 |
| 11 | Funding for resident participation activities | \$7,425 | \$7,425 |
| 12 | Asset management fee | \$14,544 | \$14,544 |
| 13 | Information technology fee | \$7,272 | \$7,272 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$53,388 | \$52,996 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,166,804 | \$1,166,412 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$102.84 | \$102.84 |
| 02 | PUM change in utility allowances | (\$18.02) | (\$18.02) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$84.82 | \$84.82 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$308,406 | \$308,406 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$858,398 | \$858,006 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$10,500 | \$11,244 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$858,398 | \$858,006 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$858,006 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN049000001 | \$ 114,985 | \$ 102,291 | \$ 65,858 | \$ 36,433 | \$ 36,433 | | \$ - | |
| | Total | \$ 114,985 | \$ 102,291 | \$ 65,858 | \$ 36,433 | \$ 36,433 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. C. Hardin Hughes
Executive Director
Savannah Housing Authority
80 Jefferson Street
Savannah, TN 38372-3663

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN04900000108D

Dear Mr. Hughes:

This letter obligates \$36,433 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Savannah Housing Authority 80 Jefferson Street Savannah, TN 38372 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-2940 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN049000001 </div> | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 028465896 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0443 | | | | Lisa R. DuBois | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 62 | | 0 | | 0 | | 62 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 732 | 732 | 732 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 12 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 12 | |
| 15 | Total Unit Months | 744 | 744 | 732 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 61 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$259.19 | \$259.19 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$264.89 | \$264.89 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$197,078 | \$197,078 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$4.42 | \$4.42 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$3,288 | \$3,288 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$9,005 | \$9,005 |
| 10 | Cost of independent audit | \$4,350 | \$4,350 |
| 11 | Funding for resident participation activities | \$1,525 | \$1,525 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$1,488 | \$1,488 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$16,368 | \$16,368 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$216,734 | \$216,734 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$136.76 | \$136.76 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$136.76 | \$136.76 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$101,749 | \$101,749 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$114,985 | \$114,985 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,350 | \$4,350 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$114,985 | \$114,985 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$114,985 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN050000001 | \$ 277,513 | \$ 246,876 | \$ 172,198 | \$ 74,678 | \$ 74,678 | | \$ - | |
| | Total | \$ 277,513 | \$ 246,876 | \$ 172,198 | \$ 74,678 | \$ 74,678 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Micheal Miller
Executive Director
Bolivar Housing Authority
621 Hatchie Haven
Bolivar, TN 38008-1533

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN05000000108D

Dear Mr. Miller:

This letter obligates \$74,678 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Bolivar Housing Authority 621 Hatchie Haven Bolivar, TN 38008 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A1068 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 5 0 0 0 0 0 1 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 028365880 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | |

| Section 2 | | | | | | |
|---|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 119 | | 0 | | 0 | | 119 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,339 | 1,339 | 1,339 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 14 | 14 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 63 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 43 | |
| 15 | Total Unit Months | 1,428 | 1,396 | 1,351 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 113 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$247.47 | \$247.47 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$252.91 | \$252.91 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$353,062 | \$353,062 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$9.96 | \$9.96 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$13,904 | \$13,904 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$10,229 | \$10,095 |
| 10 | Cost of independent audit | \$4,300 | \$4,525 |
| 11 | Funding for resident participation activities | \$2,825 | \$2,825 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,856 | \$2,856 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$20,210 | \$20,301 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$387,176 | \$387,267 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$81.12 | \$81.12 |
| 02 | PUM change in utility allowances | (\$2.91) | (\$2.50) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$78.21 | \$78.62 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$109,181 | \$109,754 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$277,995 | \$277,513 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,300 | \$4,525 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$277,995 | \$277,513 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$277,513 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN051000001 | \$ 207,753 | \$ 184,817 | \$ 123,120 | \$ 61,697 | \$ 61,697 | | \$ - | |
| | Total | \$ 207,753 | \$ 184,817 | \$ 123,120 | \$ 61,697 | \$ 61,697 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mrs. Charlene Armstrong
Executive Director
Parsons-Decaturville Housing Authority
155 Miller Street, Apt 301c
Decatur, TN 38363-2301

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN05100000108D

Dear Mrs. Armstrong:

This letter obligates \$61,697 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Parsons-Decaturville Housing Authority 155 Miller Street, Unit 301c Decatur, TN 38363 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A2922 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">5</td> <td style="border: 1px solid black;">1</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> </tr> </table> | | | | | | T | N | 0 | 5 | 1 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 5 | 1 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 171350551 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 74 | | 0 | | 0 | | 74 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-----|-----|-----|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 840 | 840 | 840 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 48 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 48 | |
| 15 | Total Unit Months | 888 | 888 | 840 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 70 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$251.34 | \$251.34 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$256.87 | \$256.87 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$228,101 | \$228,101 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$80.49 | \$80.49 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$71,475 | \$71,475 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$6,393 | \$6,642 |
| 10 | Cost of independent audit | \$5,350 | \$5,350 |
| 11 | Funding for resident participation activities | \$1,750 | \$1,750 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$1,776 | \$1,776 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$15,269 | \$15,518 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$314,845 | \$315,094 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$118.44 | \$118.44 |
| 02 | PUM change in utility allowances | (\$1.63) | \$2.44 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$116.81 | \$120.88 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$103,727 | \$107,341 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$211,118 | \$207,753 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,350 | \$5,350 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$211,118 | \$207,753 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$207,753 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN052000001 | \$ 394,776 | \$ 351,193 | \$ 237,965 | \$ 113,228 | \$ 113,228 | | \$ - | |
| | Total | \$ 394,776 | \$ 351,193 | \$ 237,965 | \$ 113,228 | \$ 113,228 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Denelda Price
Executive Director
Huntingdon Housing Authority
433 Hillcourt Circle
Huntingdon, TN 38344-4207

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN05200000108D

Dear Ms. Price:

This letter obligates \$113,228 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Huntingdon Housing Authority 433 Hillcourt Circle Huntingdon, TN 38344 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A3776 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 5 2 0 0 0 0 1 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 099180242 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 148 | | 0 | | 0 | | 148 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,356 | 1,356 | 1,356 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 420 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 53 | |
| 15 | Total Unit Months | 1,776 | 1,409 | 1,356 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 113 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$249.58 | \$249.58 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.07 | \$255.07 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$359,394 | \$359,394 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$59.17 | \$59.17 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$83,371 | \$83,371 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$7,752 | \$6,934 |
| 10 | Cost of independent audit | \$4,500 | \$4,500 |
| 11 | Funding for resident participation activities | \$2,825 | \$2,825 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$3,552 | \$3,552 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$18,629 | \$17,811 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$461,394 | \$460,576 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$81.00 | \$81.00 |
| 02 | PUM change in utility allowances | (\$39.34) | (\$34.30) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$41.66 | \$46.70 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$58,699 | \$65,800 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$402,695 | \$394,776 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,500 | \$4,500 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$402,695 | \$394,776 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$394,776 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN053000001 | \$ 1,042,449 | \$ 927,363 | \$ 696,853 | \$ 230,510 | \$ 230,510 | | \$ - | |
| | Total | \$ 1,042,449 | \$ 927,363 | \$ 696,853 | \$ 230,510 | \$ 230,510 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Patricia Basham
Executive Director
McMinnville Housing Authority
301 Hardaway Street
Mc Minnville, TN 37110-3155

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN05300000108D

Dear Ms. Basham:

This letter obligates \$230,510 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| McMinnville Housing Authority 301 Hardaway Street Mc Minnville, TN 37110 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2789 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> T N 0 5 3 0 0 0 0 1 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 042329701 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0443 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 428 | | 0 | | 0 | | 428 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 4,870 | 4,870 | 4,870 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|-----|--|
| 05 | Units undergoing modernization | 143 | 143 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 1 | 1 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 122 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 122 | |
| 15 | Total Unit Months | 5,136 | 5,136 | 4,870 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 406 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.72 | \$250.72 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$256.24 | \$256.24 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,316,049 | \$1,316,049 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$101.00 | \$101.00 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$518,736 | \$518,736 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$32,292 | \$34,126 |
| 10 | Cost of independent audit | \$4,100 | \$4,100 |
| 11 | Funding for resident participation activities | \$10,150 | \$10,150 |
| 12 | Asset management fee | \$20,544 | \$20,544 |
| 13 | Information technology fee | \$10,272 | \$10,272 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$77,358 | \$79,192 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,912,143 | \$1,913,977 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$169.69 | \$169.69 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$169.69 | \$169.69 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$871,528 | \$871,528 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,040,615 | \$1,042,449 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,100 | \$4,100 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,040,615 | \$1,042,449 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,042,449 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN054000001 | \$ 681,116 | \$ 605,921 | \$ 403,048 | \$ 202,873 | \$ 202,873 | | \$ - | |
| 2 | TN054000002 | \$ 300,386 | \$ 267,223 | \$ 191,448 | \$ 75,775 | \$ 75,775 | | \$ - | |
| 3 | TN054000003 | \$ 177,619 | \$ 158,010 | \$ 134,349 | \$ 23,661 | \$ 23,661 | | \$ - | |
| | Total | \$ 1,159,121 | \$ 1,031,154 | \$ 728,845 | \$ 302,309 | \$ 302,309 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Paul A. Dellinger
Executive Director
Cleveland Housing Authority
450 Walker Street NE
PO Box 2846
Cleveland, TN 37320-2846

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN05400000108D

Dear Mr. Dellinger:

This letter obligates \$202,873 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|---|--|---|---|---|--|---|---------------------------|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Cleveland Housing Authority PO Box 2846 Cleveland, TN 37320 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | |
| A-3762 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black; width: 20px;">T</td> <td style="border: 1px solid black; width: 20px;">N</td> <td style="border: 1px solid black; width: 20px;">0</td> <td style="border: 1px solid black; width: 20px;">5</td> <td style="border: 1px solid black; width: 20px;">4</td> <td style="border: 1px solid black; width: 20px;">0</td> <td style="border: 1px solid black; width: 20px;">0</td> <td style="border: 1px solid black; width: 20px;">0</td> <td style="border: 1px solid black; width: 20px;">0</td> <td style="border: 1px solid black; width: 20px;">0</td> <td style="border: 1px solid black; width: 20px;">1</td> </tr> </table> | | | | T | N | 0 | 5 | 4 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 5 | 4 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | | | | | | | | | | | | |
| 023105800 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | | | | | | | | | | | | |
| | | | | | | 0437 | | | | Harold D. Witt | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 240 | | 0 | | 0 | | 240 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,712 | 2,712 | 2,712 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 144 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 86 | |
| 15 | Total Unit Months | 2,880 | 2,822 | 2,712 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 226 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$256.78 | \$256.78 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$262.43 | \$262.43 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$740,577 | \$740,577 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$83.54 | \$83.54 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$235,750 | \$235,750 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$10,622 | \$10,622 |
| 10 | Cost of independent audit | \$2,991 | \$2,991 |
| 11 | Funding for resident participation activities | \$5,650 | \$5,650 |
| 12 | Asset management fee | \$11,520 | \$11,520 |
| 13 | Information technology fee | \$5,760 | \$5,760 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$36,543 | \$36,543 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,012,870 | \$1,012,870 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$117.56 | \$117.56 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$117.56 | \$117.56 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$331,754 | \$331,754 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$681,116 | \$681,116 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,991 | \$2,991 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$681,116 | \$681,116 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$681,116 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Paul A. Dellinger
Executive Director
Cleveland Housing Authority
450 Walker Street NE
PO Box 2846
Cleveland, TN 37320-2846

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN05400000208D

Dear Mr. Dellinger:

This letter obligates \$75,775 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Cleveland Housing Authority PO Box 2846 Cleveland, TN 37320 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3762 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN054000002 </div> | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 023105800 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | Harold D. Witt | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 114 | | 0 | | 0 | | 114 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,273 | 1,273 | 1,273 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 95 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 41 | |
| 15 | Total Unit Months | 1,368 | 1,314 | 1,273 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 106 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$274.80 | \$274.80 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$280.85 | \$280.85 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$369,037 | \$369,037 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$52.16 | \$52.16 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$68,538 | \$68,538 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$5,045 | \$5,045 |
| 10 | Cost of independent audit | \$1,421 | \$1,421 |
| 11 | Funding for resident participation activities | \$2,650 | \$2,650 |
| 12 | Asset management fee | \$5,472 | \$5,472 |
| 13 | Information technology fee | \$2,736 | \$2,736 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$17,324 | \$17,324 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$454,899 | \$454,899 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$117.59 | \$117.59 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$117.59 | \$117.59 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$154,513 | \$154,513 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$300,386 | \$300,386 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,421 | \$1,421 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$300,386 | \$300,386 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$300,386 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Paul A. Dellinger
Executive Director
Cleveland Housing Authority
450 Walker Street NE
PO Box 2846
Cleveland, TN 37320-2846

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN05400000308D

Dear Mr. Dellinger:

This letter obligates \$23,661 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Cleveland Housing Authority PO Box 2846 Cleveland, TN 37320 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3762 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN054000003 </div> | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 023105800 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | Harold D. Witt | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 80 | | 0 | | 0 | | 80 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-----|-----|-----|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 906 | 906 | 906 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 54 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 29 | |
| 15 | Total Unit Months | 960 | 935 | 906 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 76 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$238.87 | \$238.87 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$244.13 | \$244.13 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$228,262 | \$228,262 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$50.30 | \$50.30 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$47,031 | \$47,031 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$3,541 | \$3,541 |
| 10 | Cost of independent audit | \$997 | \$997 |
| 11 | Funding for resident participation activities | \$1,900 | \$1,900 |
| 12 | Asset management fee | \$3,840 | \$3,840 |
| 13 | Information technology fee | \$1,920 | \$1,920 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$12,198 | \$12,198 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$287,491 | \$287,491 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$117.51 | \$117.51 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$117.51 | \$117.51 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$109,872 | \$109,872 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$177,619 | \$177,619 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$997 | \$997 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$177,619 | \$177,619 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$177,619 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN055000001 | \$ 913,881 | \$ 812,989 | \$ 580,927 | \$ 232,062 | \$ 232,062 | | \$ - | |
| | Total | \$ 913,881 | \$ 812,989 | \$ 580,927 | \$ 232,062 | \$ 232,062 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Robert F. Lockett
Executive Director
Harriman Housing Authority
924 Sewanee Street
PO Box 942
Harriman, TN 37748-0942

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN05500000108D

Dear Mr. Lockett:

This letter obligates \$232,062 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|---|--|---|---|---|--|--|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | |
| Harriman Housing Authority PO Box 942 Harriman, TN 37748 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | |
| A-2928 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width:100%; text-align: center;"> <tr> <td>T</td><td>N</td><td>0</td><td>5</td><td>5</td><td>0</td><td>0</td><td>0</td><td>0</td><td>1</td> </tr> </table> | | | | | | T | N | 0 | 5 | 5 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 5 | 5 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | |
| 171825797 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 336 | | 0 | | 0 | | 336 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,192 | 3,192 | 3,192 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 35 | | 35 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 24 | 24 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 12 | 12 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 745 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 121 | |
| 15 | Total Unit Months | 4,032 | 3,373 | 3,227 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 269 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$250.62 | \$250.62 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$256.13 | \$256.13 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$863,926 | \$863,926 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$103.72 | \$103.72 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$349,848 | \$349,848 |

Add-Ons

| | | | |
|----|---|--------------------|--------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$12,408 | \$15,816 |
| 10 | Cost of independent audit | \$4,200 | \$4,200 |
| 11 | Funding for resident participation activities | \$6,725 | \$6,725 |
| 12 | Asset management fee | \$16,128 | \$16,128 |
| 13 | Information technology fee | \$8,064 | \$8,064 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$47,525 | \$50,933 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,261,299 | \$1,264,707 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$108.90 | \$108.90 |
| 02 | PUM change in utility allowances | (\$4.89) | (\$4.89) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$104.01 | \$104.01 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$350,826 | \$350,826 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$910,473 | \$913,881 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,200 | \$4,200 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$910,473 | \$913,881 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$913,881 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN056000001 | \$ 179,394 | \$ 159,589 | \$ 124,504 | \$ 35,085 | \$ 35,085 | | \$ - | |
| | Total | \$ 179,394 | \$ 159,589 | \$ 124,504 | \$ 35,085 | \$ 35,085 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. William H. Holman
Executive Director
Livingston Housing Authority
620 E 7th Street
PO Box 98
Livingston, TN 38570-0098

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN05600000108D

Dear Mr. Holman:

This letter obligates \$35,085 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Livingston Housing Authority PO Box 98 Livingston, TN 38570 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2916 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN056000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 130368000 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0443 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 66 | | 0 | | 0 | | 66 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 672 | 672 | 672 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 108 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 12 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 60 | |
| 15 | Total Unit Months | 792 | 732 | 672 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 56 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$249.32 | \$249.32 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$254.81 | \$254.81 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$186,521 | \$186,521 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$108.60 | \$103.44 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$79,495 | \$75,718 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$2,298 | \$2,298 |
| 10 | Cost of independent audit | \$2,809 | \$2,809 |
| 11 | Funding for resident participation activities | \$1,400 | \$1,400 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$1,560 | \$1,584 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$8,067 | \$8,091 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$274,083 | \$270,330 |

Part B. Formula Income

| | | | |
|----|--|-----------------|-----------------|
| 01 | PUM formula income | \$124.23 | \$124.23 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$124.23 | \$124.23 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$90,936 | \$90,936 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$183,147 | \$179,394 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,809 | \$2,809 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$183,147 | \$179,394 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$179,394 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN057000001 | \$ 754,616 | \$ 671,306 | \$ 500,478 | \$ 170,828 | \$ 170,828 | | \$ - | |
| | Total | \$ 754,616 | \$ 671,306 | \$ 500,478 | \$ 170,828 | \$ 170,828 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Norma Faye Byrd
Executive Director
Ripley Housing Authority
101 Northcrest Street
Ripley, TN 38063-1203

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN05700000108D

Dear Ms. Byrd:

This letter obligates \$170,828 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Ripley Housing Authority 101 Northcrest Ripley, TN 38063 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2563 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN057000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 782109722 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 265 | | 0 | | 0 | | 265 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,005 | 3,005 | 3,005 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|-----|--|
| 05 | Units undergoing modernization | 3 | 3 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 1 | 1 | |
| 10 | Units vacant due to changing market conditions | 113 | 113 | |
| 11 | Units vacant and not categorized above | 58 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 58 | |
| 15 | Total Unit Months | 3,180 | 3,180 | 3,005 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 250 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.01 | \$250.01 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.51 | \$255.51 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$812,522 | \$812,522 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$90.49 | \$90.49 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$287,758 | \$287,758 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$8,884 | \$8,884 |
| 10 | Cost of independent audit | \$4,775 | \$4,775 |
| 11 | Funding for resident participation activities | \$6,250 | \$6,250 |
| 12 | Asset management fee | \$12,720 | \$12,720 |
| 13 | Information technology fee | \$6,360 | \$6,360 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$38,989 | \$38,989 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,139,269 | \$1,139,269 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$120.96 | \$120.96 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$120.96 | \$120.96 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$384,653 | \$384,653 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$754,616 | \$754,616 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,775 | \$4,775 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$754,616 | \$754,616 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$754,616 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN058000001 | \$ 793,280 | \$ 705,702 | \$ 547,471 | \$ 158,231 | \$ 158,231 | | \$ - | |
| | Total | \$ 793,280 | \$ 705,702 | \$ 547,471 | \$ 158,231 | \$ 158,231 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mrs. Rebecca Moyer Adams
Executive Director
Greenville Housing Authority
100 Cox Circle
PO Box 279
Greenville, TN 37744-0279

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN05800000108D

Dear Mrs. Adams:

This letter obligates \$158,231 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Greenville Housing Authority PO Box 279 Greenville, TN 37744 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3090 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> T N 0 5 8 0 0 0 0 1 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 042328141 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 325 | | 0 | | 0 | | 325 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,807 | 3,807 | 3,807 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 30 | 30 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 39 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 39 | |
| 15 | Total Unit Months | 3,900 | 3,900 | 3,807 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 317 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.42 | \$250.42 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.93 | \$255.93 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$998,127 | \$998,127 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$90.19 | \$90.19 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$351,741 | \$351,741 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$37,047 | \$37,047 |
| 10 | Cost of independent audit | \$4,500 | \$4,500 |
| 11 | Funding for resident participation activities | \$7,925 | \$7,925 |
| 12 | Asset management fee | \$15,600 | \$15,600 |
| 13 | Information technology fee | \$7,800 | \$7,800 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$72,872 | \$72,872 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,422,740 | \$1,422,740 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$161.40 | \$161.40 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$161.40 | \$161.40 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$629,460 | \$629,460 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$793,280 | \$793,280 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,500 | \$4,500 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$793,280 | \$793,280 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$793,280 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN059000001 | \$ 208,511 | \$ 185,491 | \$ 159,924 | \$ 25,567 | \$ 25,567 | | \$ - | |
| | Total | \$ 208,511 | \$ 185,491 | \$ 159,924 | \$ 25,567 | \$ 25,567 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Terry Bunch
Executive Director
Hohenwald Housing Authority
PO Box 397
Hohenwald, TN 38462-0397

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN05900000108D

Dear Mr. Bunch:

This letter obligates \$25,567 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in cursive script, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Hohenwald Housing Authority 107 ALLISON AVE Hohenwald, TN 38462 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A2570 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 5 9 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 032255739 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0440 | | | | Lisa R. DuBois | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 116 | | 0 | | 0 | | 116 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,382 | 1,382 | 1,382 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 10 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 10 | |
| 15 | Total Unit Months | 1,392 | 1,392 | 1,382 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 115 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$247.52 | \$247.52 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$252.97 | \$252.97 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$352,134 | \$352,134 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$66.39 | \$66.39 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$92,415 | \$92,415 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$12,542 | \$12,542 |
| 10 | Cost of independent audit | \$5,244 | \$5,244 |
| 11 | Funding for resident participation activities | \$2,875 | \$2,875 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,784 | \$2,784 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$23,445 | \$23,445 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$467,994 | \$467,994 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$186.41 | \$186.41 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$186.41 | \$186.41 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$259,483 | \$259,483 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$208,511 | \$208,511 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,244 | \$5,244 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$208,511 | \$208,511 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$208,511 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN060000001 | \$ 1,141,947 | \$ 1,015,876 | \$ 717,474 | \$ 298,402 | \$ 298,402 | | \$ - | |
| | Total | \$ 1,141,947 | \$ 1,015,876 | \$ 717,474 | \$ 298,402 | \$ 298,402 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Leon Bryant
Executive Director
Newport Housing Authority
375 Alex Street
Newport, TN 37821-2810

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN06000000108D

Dear Mr. Bryant:

This letter obligates \$298,402 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|---|---|---|---|--|--|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | |
| Newport Housing Authority 375 Alex Street Newport, TN 37821 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | |
| A-4341 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center;"> <tr> <td>T</td><td>N</td><td>0</td><td>6</td><td>0</td><td>0</td><td>0</td><td>0</td><td>0</td><td>1</td> </tr> </table> | | | | | | T | N | 0 | 6 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 6 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | |
| 024703498 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|---|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 400 | | 0 | | 0 | | 400 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 4,659 | 4,659 | 4,659 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 141 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 141 | |
| 15 | Total Unit Months | 4,800 | 4,800 | 4,659 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 388 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|-------|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 4,800 | |
|----|---|--|-------|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-------------|-------------|
| 01 | PUM project expense level (PEL) | \$250.79 | \$250.79 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$256.31 | \$256.31 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,230,288 | \$1,230,288 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$121.34 | \$114.10 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$582,432 | \$547,680 |

Add-Ons

| | | | |
|----|---|--------------------|--------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$17,212 | \$24,439 |
| 10 | Cost of independent audit | \$14,800 | \$14,800 |
| 11 | Funding for resident participation activities | \$9,700 | \$9,700 |
| 12 | Asset management fee | \$19,200 | \$19,200 |
| 13 | Information technology fee | \$9,600 | \$9,600 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$70,512 | \$77,739 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,883,232 | \$1,855,707 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$148.70 | \$148.70 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$148.70 | \$148.70 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$713,760 | \$713,760 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|--------------------|--------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,169,472 | \$1,141,947 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$14,800 | \$14,800 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,169,472 | \$1,141,947 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|-------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$1,141,947 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN061000001 | \$ 359,797 | \$ 320,075 | \$ 236,490 | \$ 83,585 | \$ 83,585 | | \$ - | |
| | Total | \$ 359,797 | \$ 320,075 | \$ 236,490 | \$ 83,585 | \$ 83,585 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mrs. Deborah Goodman
Executive Director
Lenoir City Housing Authority
101 Oakwood Drive
Lenoir City, TN 37771-1527

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN06100000108D

Dear Mrs. Goodman:

This letter obligates \$83,585 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Lenoir City Housing Authority 101 Oakwood Drive Lenoir City, TN 37771 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3067 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN061000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 614917334 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 138 | | 0 | | 0 | | 138 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,591 | 1,591 | 1,591 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 24 | | 24 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 8 | 8 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 12 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 33 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 33 | |
| 15 | Total Unit Months | 1,656 | 1,644 | 1,615 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 135 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$286.97 | \$286.97 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$293.28 | \$293.28 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$482,152 | \$482,152 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$34.48 | \$34.48 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$56,685 | \$56,685 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$17,777 | \$16,750 |
| 10 | Cost of independent audit | \$5,500 | \$3,500 |
| 11 | Funding for resident participation activities | \$3,375 | \$3,375 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$3,312 | \$3,312 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$29,964 | \$26,937 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$568,801 | \$565,774 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$125.29 | \$125.29 |
| 02 | PUM change in utility allowances | (\$1.62) | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$123.67 | \$125.29 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$203,313 | \$205,977 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$365,488 | \$359,797 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,500 | \$3,500 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$365,488 | \$359,797 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$359,797 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN062000001 | \$ 387,562 | \$ 344,775 | \$ 248,477 | \$ 96,298 | \$ 96,298 | | \$ - | |
| 2 | TN062000002 | \$ 360,488 | \$ 320,690 | \$ 220,348 | \$ 100,342 | \$ 98,222 | | \$ - | |
| 3 | TN062009999 | \$ - | \$ - | \$ 2,120 | \$ (2,120) | \$ - | | \$ - | |
| | Total | \$ 748,050 | \$ 665,465 | \$ 470,945 | \$ 194,520 | \$ 194,520 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Lisa Bonadio
Executive Director
Dayton Housing Authority
270 Railroad Street
PO Box 257
Dayton, TN 37321-0257

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN06200000108D

Dear Ms. Bonadio:

This letter obligates \$96,298 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Dayton Housing Authority PO Box 257 Dayton, TN 37321 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-3772 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">6</td> <td style="border: 1px solid black;">2</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> </tr> </table> | | | | | | T | N | 0 | 6 | 2 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 6 | 2 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 030685911 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 161 | | 0 | | 0 | | 161 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,855 | 1,855 | 1,855 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 53 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 53 | |
| 15 | Total Unit Months | 1,932 | 1,932 | 1,855 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 155 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$250.81 | \$250.81 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$256.33 | \$256.33 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$495,230 | \$495,230 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$86.67 | \$86.67 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$167,446 | \$167,446 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$9,225 | \$9,225 |
| 10 | Cost of independent audit | \$1,863 | \$2,243 |
| 11 | Funding for resident participation activities | \$3,875 | \$3,875 |
| 12 | Asset management fee | \$7,728 | \$0 |
| 13 | Information technology fee | \$3,864 | \$3,864 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$26,555 | \$19,207 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$689,231 | \$681,883 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$152.34 | \$152.34 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$152.34 | \$152.34 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$294,321 | \$294,321 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$394,910 | \$387,562 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,863 | \$2,243 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$394,910 | \$387,562 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$387,562 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Lisa Bonadio
Executive Director
Dayton Housing Authority
270 Railroad Street
PO Box 257
Dayton, TN 37321-0257

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN06200000208D

Dear Ms. Bonadio:

This letter obligates \$98,222 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Dayton Housing Authority PO Box 257 Dayton, TN 37321 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3772 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN062000002 </div> | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 030685911 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | Harold D. Witt | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 141 | | 0 | | 0 | | 141 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,666 | 1,666 | 1,666 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 26 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 26 | |
| 15 | Total Unit Months | 1,692 | 1,692 | 1,666 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 139 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$233.28 | \$250.81 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$238.41 | \$256.33 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$403,390 | \$433,710 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$98.99 | \$98.99 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$167,491 | \$167,491 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$8,181 | \$8,181 |
| 10 | Cost of independent audit | \$1,652 | \$1,989 |
| 11 | Funding for resident participation activities | \$3,475 | \$3,475 |
| 12 | Asset management fee | \$6,768 | \$0 |
| 13 | Information technology fee | \$3,384 | \$3,384 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$23,460 | \$17,029 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$594,341 | \$618,230 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$152.33 | \$152.33 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$152.33 | \$152.33 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$257,742 | \$257,742 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$336,599 | \$360,488 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,652 | \$1,989 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$336,599 | \$360,488 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$360,488 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN063000001 | \$ 311,609 | \$ 277,207 | \$ 194,649 | \$ 82,558 | \$ 82,558 | | \$ - | |
| 2 | TN063000002 | \$ 213,667 | \$ 190,078 | \$ 134,240 | \$ 55,838 | \$ 55,838 | | \$ - | |
| | Total | \$ 525,276 | \$ 467,285 | \$ 328,889 | \$ 138,396 | \$ 138,396 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Ronald R. Franklin
Executive Director
Sevierville Housing Authority
500 Leo Sharp Road
Sevierville, TN 37862-4934

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN06300000108D

Dear Mr. Franklin:

This letter obligates \$82,558 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|--|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Sevierville Housing Authority 500 Leo Sharp Road Sevierville, TN 37862 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3773 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN063000001 </div> | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 035776053 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0437 | | | | Harold D. Witt | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 145 | | 0 | | 0 | | 145 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,705 | 1,705 | 1,705 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 5 | 5 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 30 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 30 | |
| 15 | Total Unit Months | 1,740 | 1,740 | 1,705 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 142 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$257.97 | \$257.97 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$263.65 | \$263.65 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$458,751 | \$458,751 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$70.23 | \$73.56 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$122,200 | \$127,994 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$22,381 | \$21,286 |
| 10 | Cost of independent audit | \$3,444 | \$2,962 |
| 11 | Funding for resident participation activities | \$3,550 | \$3,550 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$3,480 | \$3,480 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$32,855 | \$31,278 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$613,806 | \$618,023 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$176.10 | \$176.10 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$176.10 | \$176.10 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$306,414 | \$306,414 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$307,392 | \$311,609 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,444 | \$2,962 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$307,392 | \$311,609 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$311,609 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Ronald R. Franklin
Executive Director
Sevierville Housing Authority
500 Leo Sharp Road
Sevierville, TN 37862-4934

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN06300000208D

Dear Mr. Franklin:

This letter obligates \$55,838 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Sevierville Housing Authority 500 Leo Sharp Road Sevierville, TN 37862 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3773 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> T N 0 6 3 0 0 0 0 2 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 035776053 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 100 | | 0 | | 0 | | 100 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,136 | 1,136 | 1,136 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 9 | 9 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 55 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 36 | |
| 15 | Total Unit Months | 1,200 | 1,181 | 1,136 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 95 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$273.64 | \$273.64 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$279.66 | \$279.66 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$330,278 | \$330,278 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$63.88 | \$59.04 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$75,442 | \$69,726 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$14,912 | \$14,792 |
| 10 | Cost of independent audit | \$2,327 | \$2,058 |
| 11 | Funding for resident participation activities | \$2,375 | \$2,375 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,400 | \$2,400 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$22,014 | \$21,625 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$427,734 | \$421,629 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$176.10 | \$176.09 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$176.10 | \$176.09 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$207,974 | \$207,962 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$219,760 | \$213,667 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,327 | \$2,058 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$219,760 | \$213,667 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$213,667 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN064000001 | \$ 314,548 | \$ 279,822 | \$ 215,377 | \$ 64,445 | \$ 64,445 | | \$ - | |
| | Total | \$ 314,548 | \$ 279,822 | \$ 215,377 | \$ 64,445 | \$ 64,445 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Lori Everett
Executive Director
Loudon Housing Authority
PO Box 425
Loudon, TN 37774-0397

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN06400000108D

Dear Ms. Everett:

This letter obligates \$64,445 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | 2008 For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Loudon Housing Authority PO Box 425 Loudon, TN 37774 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3089 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 6 4 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 130028140 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 121 | | 0 | | 0 | | 121 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,350 | 1,350 | 1,350 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 73 | 73 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 17 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 17 | |
| 15 | Total Unit Months | 1,452 | 1,452 | 1,350 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 113 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$275.71 | \$275.71 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$281.78 | \$281.78 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$409,145 | \$409,145 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$103.24 | \$103.24 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$149,904 | \$149,904 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$11,675 | \$12,424 |
| 10 | Cost of independent audit | \$5,288 | \$3,425 |
| 11 | Funding for resident participation activities | \$2,825 | \$2,825 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,904 | \$2,904 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$22,692 | \$21,578 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$581,741 | \$580,627 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$183.25 | \$183.25 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$183.25 | \$183.25 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$266,079 | \$266,079 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$315,662 | \$314,548 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,288 | \$3,425 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$315,662 | \$314,548 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$314,548 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN065000001 | \$ 802,505 | \$ 713,908 | \$ 526,224 | \$ 187,684 | \$ 187,684 | | \$ - | |
| | Total | \$ 802,505 | \$ 713,908 | \$ 526,224 | \$ 187,684 | \$ 187,684 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mrs. Joyce A. Baker
Executive Director
Maryville Housing Authority
311 Atlantic Avenue
Maryville, TN 37801

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN06500000108D

Dear Mrs. Baker:

This letter obligates \$187,684 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Maryville Housing Authority 311 Atlantic Avenue Maryville, TN 37801 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-3788 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="border: 1px solid black; text-align: center;">T</td> <td style="border: 1px solid black; text-align: center;">N</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">6</td> <td style="border: 1px solid black; text-align: center;">5</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">0</td> <td style="border: 1px solid black; text-align: center;">1</td> </tr> </table> | | | | | | T | N | 0 | 6 | 5 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 6 | 5 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 022915227 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 400 | | 0 | | 0 | | 400 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 4,576 | 4,576 | 4,576 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 2 | 2 | |
| 06 | Special use units | 58 | 58 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 3 | 3 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 149 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 12 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 144 | |
| 15 | Total Unit Months | 4,800 | 4,783 | 4,576 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 381 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$249.94 | \$249.94 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.44 | \$255.44 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,221,770 | \$1,221,770 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$98.39 | \$98.39 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$470,599 | \$470,599 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$52,131 | \$52,131 |
| 10 | Cost of independent audit | \$4,500 | \$4,500 |
| 11 | Funding for resident participation activities | \$9,525 | \$9,525 |
| 12 | Asset management fee | \$19,200 | \$19,200 |
| 13 | Information technology fee | \$9,600 | \$9,600 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$94,956 | \$94,956 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,787,325 | \$1,787,325 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$205.90 | \$205.90 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$205.90 | \$205.90 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$984,820 | \$984,820 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$802,505 | \$802,505 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,500 | \$4,500 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$802,505 | \$802,505 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$802,505 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN066000001 | \$ 435,047 | \$ 387,018 | \$ 192,026 | \$ 194,992 | \$ 194,992 | | \$ - | |
| 2 | TN066000002 | \$ 376,169 | \$ 334,640 | \$ 280,037 | \$ 54,603 | \$ 54,603 | | \$ - | |
| | Total | \$ 811,216 | \$ 721,658 | \$ 472,063 | \$ 249,595 | \$ 249,595 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. J. Steve Scyphers
Executive Director
BristolTennessee Housing & Redevelopment Authority
100 Ash Street
PO Box 1515
Bristol, TN 37621-1515

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN06600000108D

Dear Mr. Scyphers:

This letter obligates \$194,992 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Bristol Tennessee Housing & Redevelopment Authority PO Box 1515 Bristol, TN 37621 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-3076 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">6</td> <td style="border: 1px solid black;">6</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> </tr> </table> | | | | | | T | N | 0 | 6 | 6 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 6 | 6 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 556987261 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 144 | | 0 | | 0 | | 144 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,668 | 1,668 | 1,668 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 60 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 52 | |
| 15 | Total Unit Months | 1,728 | 1,720 | 1,668 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 139 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$298.21 | \$298.21 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$304.77 | \$304.77 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$524,204 | \$524,204 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$100.29 | \$100.29 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$172,499 | \$172,499 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$14,341 | \$14,341 |
| 10 | Cost of independent audit | \$1,373 | \$1,373 |
| 11 | Funding for resident participation activities | \$3,475 | \$3,475 |
| 12 | Asset management fee | \$6,912 | \$6,912 |
| 13 | Information technology fee | \$3,456 | \$3,456 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$29,557 | \$29,557 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$726,260 | \$726,260 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$169.31 | \$169.31 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$169.31 | \$169.31 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$291,213 | \$291,213 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$435,047 | \$435,047 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$1,373 | \$1,373 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$435,047 | \$435,047 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$435,047 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. J. Steve Scyphers
Executive Director
BristolTennessee Housing & Redevelopment Authority
100 Ash Street
PO Box 1515
Bristol, TN 37621-1515

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN06600000208D

Dear Mr. Scyphers:

This letter obligates \$54,603 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|--|---|---|---|--|--|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | |
| Bristol Tennessee Housing & Redevelopment Authority PO Box 1515 Bristol, TN 37621 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | |
| A-3076 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width:100%; text-align: center;"> <tr> <td>T</td><td>N</td><td>0</td><td>6</td><td>6</td><td>0</td><td>0</td><td>0</td><td>0</td><td>2</td> </tr> </table> | | | | | | T | N | 0 | 6 | 6 | 0 | 0 | 0 | 0 | 2 |
| T | N | 0 | 6 | 6 | 0 | 0 | 0 | 0 | 2 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | |
| 556987261 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | |
| | | | 0437 | | | Harold D. Witt | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 210 | | 0 | | 0 | | 210 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,411 | 2,411 | 2,411 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 85 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 76 | |
| 15 | Total Unit Months | 2,520 | 2,511 | 2,411 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 201 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$237.00 | \$237.00 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$242.21 | \$242.21 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$608,189 | \$608,189 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$70.18 | \$70.18 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$176,222 | \$176,222 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$19,134 | \$20,913 |
| 10 | Cost of independent audit | \$2,002 | \$2,002 |
| 11 | Funding for resident participation activities | \$5,025 | \$5,025 |
| 12 | Asset management fee | \$10,080 | \$10,080 |
| 13 | Information technology fee | \$5,040 | \$5,040 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$41,281 | \$43,060 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$825,692 | \$827,471 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$179.73 | \$179.73 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$179.73 | \$179.73 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$451,302 | \$451,302 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$374,390 | \$376,169 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,002 | \$2,002 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$374,390 | \$376,169 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$376,169 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN068000001 | \$ 418,370 | \$ 372,182 | \$ 277,240 | \$ 94,942 | \$ 94,942 | | \$ - | |
| | Total | \$ 418,370 | \$ 372,182 | \$ 277,240 | \$ 94,942 | \$ 94,942 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mrs. Mary F Johnson
Executive Director
Smithville Housing Authority
PO Box 117
Smithville, TN 37166-0117

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN06800000108D

Dear Mrs. Johnson:

This letter obligates \$94,942 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Smithville Housing Authority PO Box 117 Smithville, TN 37166 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3080 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 6 8 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 014345900 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0443 | | | | Harold D. Witt | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 182 | | 0 | | 0 | | 182 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,152 | 2,152 | 2,152 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 32 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 32 | |
| 15 | Total Unit Months | 2,184 | 2,184 | 2,152 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 179 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$231.40 | \$231.40 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$236.49 | \$236.49 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$516,494 | \$516,494 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$107.54 | \$97.29 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$234,867 | \$212,481 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$11,940 | \$10,773 |
| 10 | Cost of independent audit | \$5,417 | \$4,936 |
| 11 | Funding for resident participation activities | \$4,475 | \$4,475 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$4,368 | \$4,368 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$26,200 | \$24,552 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$777,561 | \$753,527 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$153.46 | \$153.46 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$153.46 | \$153.46 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$335,157 | \$335,157 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$442,404 | \$418,370 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,417 | \$4,936 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$442,404 | \$418,370 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$418,370 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN069000001 | \$ 887,117 | \$ 789,179 | \$ 531,870 | \$ 257,309 | \$ 257,309 | | \$ - | |
| | Total | \$ 887,117 | \$ 789,179 | \$ 531,870 | \$ 257,309 | \$ 257,309 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Brian Harris
Executive Director
Martin Housing Authority
134 E Heights Dr
Martin, TN 38237-1527

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN06900000108D

Dear Mr. Harris:

This letter obligates \$257,309 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Martin Housing Authority 134 East Heights Drive Martin, TN 38237 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A3083 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 6 9 0 0 0 0 1 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 042202986 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 298 | | 0 | | 0 | | 298 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,395 | 3,395 | 3,395 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 37 | 37 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 3 | 3 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 141 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 107 | |
| 15 | Total Unit Months | 3,576 | 3,542 | 3,395 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 283 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$251.34 | \$251.34 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$256.87 | \$256.87 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$909,834 | \$909,834 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$117.11 | \$117.11 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$414,804 | \$414,804 |

Add-Ons

| | | | |
|----|---|--------------------|--------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$21,036 | \$21,036 |
| 10 | Cost of independent audit | \$6,100 | \$6,100 |
| 11 | Funding for resident participation activities | \$7,075 | \$7,075 |
| 12 | Asset management fee | \$14,304 | \$14,304 |
| 13 | Information technology fee | \$7,152 | \$7,152 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$55,667 | \$55,667 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,380,305 | \$1,380,305 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$139.24 | \$139.24 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$139.24 | \$139.24 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$493,188 | \$493,188 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$887,117 | \$887,117 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$6,100 | \$6,100 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$887,117 | \$887,117 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$887,117 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN071000001 | \$ 72,175 | \$ 64,207 | \$ 48,504 | \$ 15,703 | \$ 15,703 | | \$ - | |
| | Total | \$ 72,175 | \$ 64,207 | \$ 48,504 | \$ 15,703 | \$ 15,703 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Kimberly Satterfield
Executive Director
Hartsville Housing Authority
PO Box 44
Hartsville, TN 37074-0044

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN07100000108D

Dear Ms. Satterfield:

This letter obligates \$15,703 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Hartsville Housing Authority PO Box 44 Hartsville, TN 37074 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-2773 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 7 1 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 830610085 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0440 | | | | Lisa R. DuBois | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 34 | | 0 | | 0 | | 34 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-----|-----|-----|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 408 | 408 | 408 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|---|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 408 | 408 | 408 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 34 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$254.49 | \$254.49 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$260.09 | \$260.09 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$106,117 | \$106,117 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$95.30 | \$95.30 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$38,882 | \$38,882 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$4,134 | \$4,134 |
| 10 | Cost of independent audit | \$2,900 | \$3,200 |
| 11 | Funding for resident participation activities | \$850 | \$850 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$816 | \$816 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$8,700 | \$9,000 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$153,699 | \$153,999 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$200.55 | \$200.55 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$200.55 | \$200.55 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$81,824 | \$81,824 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$71,875 | \$72,175 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,900 | \$3,200 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$71,875 | \$72,175 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$72,175 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN072000001 | \$ 26,897 | \$ 23,928 | \$ 21,016 | \$ 2,912 | \$ 2,912 | | \$ - | |
| 2 | TN072000002 | \$ 157,843 | \$ 140,417 | \$ 101,580 | \$ 38,837 | \$ 38,837 | | \$ - | |
| | Total | \$ 184,740 | \$ 164,345 | \$ 122,596 | \$ 41,749 | \$ 41,749 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Kurt O. E. Tschaepé
Executive Director
South Carthage Housing Authority
109 Hazel Drive
PO Box 1923
Gallatin, TN 37066-1923

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN07200000108D

Dear Mr. Tschaepé:

This letter obligates \$2,912 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| South Carthage Housing Authority PO Box 1923 Gallatin, TN 37066 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A 2241 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 7 2 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 5421859 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0443 | | | | Harold D. Witt | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 12 | | 0 | | 0 | | 12 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 144 | 144 | 144 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 144 | 144 | 144 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 12 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$253.50 | \$253.50 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$259.08 | \$259.08 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$37,308 | \$37,308 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$65.60 | \$65.60 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$9,446 | \$9,446 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$1,035 | \$657 |
| 10 | Cost of independent audit | \$714 | \$1,041 |
| 11 | Funding for resident participation activities | \$300 | \$300 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$288 | \$288 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$2,337 | \$2,286 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$49,091 | \$49,040 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$154.12 | \$154.12 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$154.12 | \$154.12 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$22,193 | \$22,193 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$50 | \$50 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$50 | \$50 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$26,948 | \$26,897 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$714 | \$1,041 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$26,948 | \$26,897 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$26,897 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Kurt O. E. Tschaepe
Executive Director
South Carthage Housing Authority
109 Hazel Drive
PO Box 1923
Gallatin, TN 37066-1923

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN07200000208D

Dear Mr. Tschaepe:

This letter obligates \$38,837 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| South Carthage Housing Authority PO Box 1923 Gallatin, TN 37066 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A 2241 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 7 2 0 0 0 0 2 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 5421859 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0443 | | | Harold D. Witt | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 58 | | 0 | | 0 | | 58 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-----|-----|-----|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 648 | 648 | 648 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|---|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 0 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 0 | |
| 15 | Total Unit Months | 648 | 648 | 648 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 54 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$253.50 | \$253.50 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$259.08 | \$259.08 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$167,884 | \$167,884 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$85.44 | \$85.44 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$55,365 | \$55,365 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$1,252 | \$1,971 |
| 10 | Cost of independent audit | \$3,252 | \$3,123 |
| 11 | Funding for resident participation activities | \$1,350 | \$1,350 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$1,296 | \$1,296 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$7,150 | \$7,740 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$230,399 | \$230,989 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$119.46 | \$113.23 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$119.46 | \$113.23 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$77,410 | \$73,373 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$227 | \$227 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$227 | \$227 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$153,216 | \$157,843 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,252 | \$3,123 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$153,216 | \$157,843 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$157,843 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN073000001 | \$ 344,248 | \$ 306,243 | \$ 231,987 | \$ 74,256 | \$ 74,256 | | \$ - | |
| | Total | \$ 344,248 | \$ 306,243 | \$ 231,987 | \$ 74,256 | \$ 74,256 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Donna Buntin
Executive Director
Portland Housing Authority
PO Box 37
Portland, TN 37148-0037

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN07300000108D

Dear Ms. Buntin:

This letter obligates \$74,256 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|---|--|--|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Portland Housing Authority PO Box 37 Portland, TN 37148 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A 2242 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN073000001 </div> | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 138055004 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0440 | | | | Sam Perrin | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 120 | | 0 | | 0 | | 120 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,397 | 1,397 | 1,397 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 24 | 24 | |
| 11 | Units vacant and not categorized above | 19 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 19 | |
| 15 | Total Unit Months | 1,440 | 1,440 | 1,397 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 116 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$324.90 | \$324.90 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$332.05 | \$332.05 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$478,152 | \$478,152 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$82.16 | \$82.16 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$118,310 | \$118,310 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$16,104 | \$16,888 |
| 10 | Cost of independent audit | \$3,513 | \$3,513 |
| 11 | Funding for resident participation activities | \$2,900 | \$2,900 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,880 | \$2,880 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$25,397 | \$26,181 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$621,859 | \$622,643 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$193.33 | \$193.33 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$193.33 | \$193.33 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$278,395 | \$278,395 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$343,464 | \$344,248 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,513 | \$3,513 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$343,464 | \$344,248 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$344,248 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN074000001 | \$ 141,993 | \$ 126,317 | \$ 87,392 | \$ 38,925 | \$ 38,925 | | \$ - | |
| | Total | \$ 141,993 | \$ 126,317 | \$ 87,392 | \$ 38,925 | \$ 38,925 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mrs. Melinda Deason
Executive Director
Erin Housing Authority
106 Griffin Drive
PO Box 384
Erin, TN 37061-0384

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN07400000108D

Dear Mrs. Deason:

This letter obligates \$38,925 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Erin Housing Authority PO Box 384 Erin, TN 37061 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A4141 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN07400001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 311100059 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 60 | | 0 | | 0 | | 60 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-----|-----|-----|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 637 | 637 | 637 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 71 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 60 | |
| 15 | Total Unit Months | 720 | 709 | 637 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 53 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$248.98 | \$248.98 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$254.46 | \$254.46 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$180,412 | \$180,412 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$20.36 | \$20.01 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$14,435 | \$14,187 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$6,637 | \$6,637 |
| 10 | Cost of independent audit | \$3,950 | \$3,950 |
| 11 | Funding for resident participation activities | \$1,350 | \$1,325 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$1,440 | \$1,440 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$13,377 | \$13,352 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$208,224 | \$207,951 |

Part B. Formula Income

| | | | |
|----|--|-----------------|-----------------|
| 01 | PUM formula income | \$93.03 | \$93.03 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$93.03 | \$93.03 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$65,958 | \$65,958 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$142,266 | \$141,993 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,950 | \$3,950 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$142,266 | \$141,993 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$141,993 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN075000001 | \$ 321,834 | \$ 286,304 | \$ 193,862 | \$ 92,442 | \$ 92,442 | | \$ - | |
| | Total | \$ 321,834 | \$ 286,304 | \$ 193,862 | \$ 92,442 | \$ 92,442 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Mary J. Norsworthy
Executive Director
Newbern Housing Authority
PO Box 100
Newbern, TN 38059-0100

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN07500000108D

Dear Ms. Norsworthy:

This letter obligates \$92,442 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|---|--|---|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Newbern Housing Authority PO Box 100 Newbern, TN 38059 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3073 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 7 5 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 965920788 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0440 | | | | Sam Perrin | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 145 | | 0 | | 0 | | 145 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,678 | 1,678 | 1,678 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 41 | 41 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 21 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 21 | |
| 15 | Total Unit Months | 1,740 | 1,740 | 1,678 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 140 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$249.57 | \$249.57 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.06 | \$255.06 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$443,804 | \$443,804 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$70.14 | \$70.14 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$122,044 | \$122,044 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$18,437 | \$18,437 |
| 10 | Cost of independent audit | \$5,350 | \$5,350 |
| 11 | Funding for resident participation activities | \$3,500 | \$3,500 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$3,480 | \$3,480 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$30,767 | \$30,767 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$596,615 | \$596,615 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$157.18 | \$157.18 |
| 02 | PUM change in utility allowances | \$0.74 | \$0.74 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$157.92 | \$157.92 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$274,781 | \$274,781 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$321,834 | \$321,834 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,350 | \$5,350 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$321,834 | \$321,834 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$321,834 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN076000001 | \$ 1,036,736 | \$ 922,280 | \$ 670,129 | \$ 252,151 | \$ 252,151 | | \$ - | |
| | Total | \$ 1,036,736 | \$ 922,280 | \$ 670,129 | \$ 252,151 | \$ 252,151 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. JOHN GEAGLEY
Executive Director
Elizabethton Housing And Development Agency
PO Box 637
Elizabethton, TN 37644-0637

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN07600000108D

Dear Mr. GEAGLEY:

This letter obligates \$252,151 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Elizabethton Housing And Development Agency 910 Pine Ridge Circle Elizabethton, TN 37643 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2772 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 7 6 0 0 0 0 0 1 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 088830278 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 326 | | 0 | | 0 | | 326 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 3,803 | 3,803 | 3,803 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 85 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|----|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 12 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 85 | |
| 15 | Total Unit Months | 3,912 | 3,900 | 3,803 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 317 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$273.12 | \$273.12 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$279.13 | \$279.13 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$1,088,607 | \$1,088,607 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$118.46 | \$118.46 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$461,994 | \$461,994 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$11,453 | \$12,435 |
| 10 | Cost of independent audit | \$3,444 | \$3,444 |
| 11 | Funding for resident participation activities | \$7,925 | \$7,925 |
| 12 | Asset management fee | \$15,648 | \$0 |
| 13 | Information technology fee | \$7,824 | \$7,824 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$46,294 | \$31,628 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,596,895 | \$1,582,229 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$139.87 | \$139.87 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$139.87 | \$139.87 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$545,493 | \$545,493 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$1,051,402 | \$1,036,736 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,444 | \$3,444 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$1,051,402 | \$1,036,736 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$1,036,736 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN077000001 | \$ 289,559 | \$ 257,592 | \$ 190,017 | \$ 67,575 | \$ 67,575 | | \$ - | |
| | Total | \$ 289,559 | \$ 257,592 | \$ 190,017 | \$ 67,575 | \$ 67,575 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Pam Cunningham
Executive Director
Woodbury Housing Authority
401 McFerrin Street
Woodbury, TN 37190-1668

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN07700000108D

Dear Ms. Cunningham:

This letter obligates \$67,575 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Woodbury Housing Authority 401 McFerrin Street Woodbury, TN 37190 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A2359 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN077000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| 010889892 | | | 0443 | | | Harold D. Witt | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 100 | | 0 | | 0 | | 100 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,162 | 1,162 | 1,162 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 9 | 9 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 29 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 29 | |
| 15 | Total Unit Months | 1,200 | 1,200 | 1,162 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 97 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$254.20 | \$254.20 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$259.79 | \$259.79 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$311,748 | \$311,748 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$91.13 | \$91.13 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$109,356 | \$109,356 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$6,270 | \$6,270 |
| 10 | Cost of independent audit | \$3,160 | \$3,160 |
| 11 | Funding for resident participation activities | \$2,425 | \$2,425 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,400 | \$2,400 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$14,255 | \$14,255 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$435,359 | \$435,359 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$121.50 | \$121.50 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$121.50 | \$121.50 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$145,800 | \$145,800 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$289,559 | \$289,559 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,160 | \$3,160 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$289,559 | \$289,559 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$289,559 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN078000001 | \$ 216,485 | \$ 192,585 | \$ 138,453 | \$ 54,132 | \$ 54,132 | | \$ - | |
| | Total | \$ 216,485 | \$ 192,585 | \$ 138,453 | \$ 54,132 | \$ 54,132 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Juanita S. Blasingame
Executive Director
Oliver Springs Housing Authority
131 Brittain Village
Oliver Springs, TN 37840-1747

**SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN07800000108D**

Dear Ms. Blasingame:

This letter obligates \$54,132 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Oliver Springs Housing Authority 131 Brittain Village Oliver Springs, TN 37840 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3785 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 7 8 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 033364436 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 114 | | 0 | | 0 | | 114 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| | | | | |
|---------------------------------------|---|-------|-------|-------|
| Categorization of Unit Months: | | | | |
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,340 | 1,340 | 1,340 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 1 | 1 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 15 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 15 | |
| 15 | Total Unit Months | 1,368 | 1,368 | 1,340 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 112 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$248.77 | \$248.77 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$254.24 | \$254.24 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$347,800 | \$347,800 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$87.24 | \$87.24 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$119,344 | \$119,344 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$18,473 | \$19,731 |
| 10 | Cost of independent audit | \$4,500 | \$4,500 |
| 11 | Funding for resident participation activities | \$2,800 | \$2,800 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,736 | \$2,736 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$28,509 | \$29,767 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$495,653 | \$496,911 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$204.99 | \$204.99 |
| 02 | PUM change in utility allowances | (\$0.02) | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$204.97 | \$204.99 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$280,399 | \$280,426 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$215,254 | \$216,485 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,500 | \$4,500 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$215,254 | \$216,485 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$216,485 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN079000001 | \$ 386,550 | \$ 343,875 | \$ 263,793 | \$ 80,082 | \$ 80,082 | | \$ - | |
| | Total | \$ 386,550 | \$ 343,875 | \$ 263,793 | \$ 80,082 | \$ 80,082 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Buford L. Reed, Jr.
Executive Director
Dickson Housing Authority
333 Martin Luther King Jr Boulevard
Dickson, TN 37055-2515

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN07900000108D

Dear Mr. Reed, Jr.:

This letter obligates \$80,082 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Dickson Housing Authority 333 Martin Luther King Jr Boulevard Dickson, TN 37055 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A3081 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 7 9 0 0 0 0 1 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 031108019 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0440 | | | Lisa R. DuBois | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 125 | | 0 | | 0 | | 125 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,482 | 1,482 | 1,482 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 2 | 2 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 16 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 16 | |
| 15 | Total Unit Months | 1,500 | 1,500 | 1,482 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 124 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$323.47 | \$323.47 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$330.59 | \$330.59 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$495,885 | \$495,885 |

Utilities Expense Level (UEL)

| | | | |
|----|--|-----------|-----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$83.22 | \$83.22 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$124,830 | \$124,830 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$12,463 | \$15,965 |
| 10 | Cost of independent audit | \$3,200 | \$3,900 |
| 11 | Funding for resident participation activities | \$3,100 | \$3,100 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$3,000 | \$3,000 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$21,763 | \$25,965 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$642,478 | \$646,680 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$173.42 | \$173.42 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$173.42 | \$173.42 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$260,130 | \$260,130 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$382,348 | \$386,550 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,200 | \$3,900 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$382,348 | \$386,550 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$386,550 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN081000001 | \$ 174,121 | \$ 154,898 | \$ 119,686 | \$ 35,212 | \$ 35,212 | | \$ - | |
| | Total | \$ 174,121 | \$ 154,898 | \$ 119,686 | \$ 35,212 | \$ 35,212 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Lori Rice
Executive Director
Erwin Housing Authority
750 Carolina Avenue
Building 100
Erwin, TN 37650-1094

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN08100000108D

Dear Ms. Rice:

This letter obligates \$35,212 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; display: inline-block;">2008</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| For Informational Purposes Only | | OMB Approval No. 2577-0029 (exp.10/31/2008) |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Erwin Housing Authority 750 Carolina Avenue Erwin, TN 37650 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3074 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN081000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 832068811 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 73 | | 0 | | 0 | | 73 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-----|-----|-----|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 862 | 862 | 862 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 2 | 2 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 12 | | |

| Other ACC Unit Months | | | | |
|-----------------------|---|---|--|--|
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 12 | |
| 15 | Total Unit Months | 876 | 876 | 862 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 72 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$263.22 | \$263.22 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$269.01 | \$269.01 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$235,653 | \$235,653 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$58.89 | \$58.89 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$51,588 | \$51,588 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$7,664 | \$7,359 |
| 10 | Cost of independent audit | \$4,491 | \$4,277 |
| 11 | Funding for resident participation activities | \$1,800 | \$1,800 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$1,752 | \$1,752 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$15,707 | \$15,188 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$302,948 | \$302,429 |

Part B. Formula Income

| | | | |
|----|--|------------------|------------------|
| 01 | PUM formula income | \$147.05 | \$147.05 |
| 02 | PUM change in utility allowances | (\$0.58) | (\$0.58) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$146.47 | \$146.47 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$128,308 | \$128,308 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$174,640 | \$174,121 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,491 | \$4,277 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$174,640 | \$174,121 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$174,121 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN082000001 | \$ 386,409 | \$ 343,749 | \$ 243,216 | \$ 100,533 | \$ 100,533 | | \$ - | |
| | Total | \$ 386,409 | \$ 343,749 | \$ 243,216 | \$ 100,533 | \$ 100,533 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Dr. Barbara Cooper
Executive Director
McKenzie Housing Authority
22 McDonald Avenue W
Mc Kenzie, TN 38201-2329

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN08200000108D

Dear Dr. Cooper:

This letter obligates \$100,533 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| McKenzie Housing Authority 22 McDonald Avenue W Mc Kenzie, TN 38201 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-3774 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">8</td> <td style="border: 1px solid black;">2</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> </tr> </table> | | | | | | T | N | 0 | 8 | 2 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 8 | 2 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 965002843 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 148 | | 0 | | 0 | | 148 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,637 | 1,637 | 1,637 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 115 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 53 | |
| 15 | Total Unit Months | 1,776 | 1,702 | 1,649 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 137 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$248.44 | \$248.44 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$253.91 | \$253.91 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$432,155 | \$432,155 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$67.54 | \$67.54 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$114,953 | \$114,953 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$8,010 | \$8,010 |
| 10 | Cost of independent audit | \$5,100 | \$5,100 |
| 11 | Funding for resident participation activities | \$3,425 | \$3,425 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$3,552 | \$3,552 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$20,087 | \$20,087 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$567,195 | \$567,195 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$109.21 | \$109.21 |
| 02 | PUM change in utility allowances | (\$2.99) | (\$2.99) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$106.22 | \$106.22 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$180,786 | \$180,786 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$386,409 | \$386,409 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,100 | \$5,100 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$386,409 | \$386,409 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$386,409 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN084000001 | \$ 207,038 | \$ 184,181 | \$ 124,318 | \$ 59,863 | \$ 59,863 | | \$ - | |
| | Total | \$ 207,038 | \$ 184,181 | \$ 124,318 | \$ 59,863 | \$ 59,863 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Ms. Linda K. Tucker
Executive Director
Gallaway Housing Authority
200 Jackson Street
PO Box 185
Gallaway, TN 38036-0185

SUBJECT: Final Obligation Letter, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN08400000108D

Dear Ms. Tucker:

This letter obligates \$59,863 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm> .

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Gallaway Housing Authority PO Box 185 Gallaway, TN 38036 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-2101 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | <div style="display: flex; justify-content: space-between;"> TN084000001 </div> | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 784028698 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0440 | | | | Lisa R. DuBois | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 60 | | 0 | | 0 | | 60 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-----|-----|-----|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 619 | 619 | 619 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 24 | 24 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 65 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|------------|------------|------------|
| 14 | Limited vacancies | | 60 | |
| 15 | Total Unit Months | 720 | 715 | 619 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 52 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$257.89 | \$257.89 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$263.56 | \$263.56 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$188,445 | \$188,445 |

Utilities Expense Level (UEL)

| | | | |
|----|--|----------|----------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$87.26 | \$87.26 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$62,391 | \$62,391 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$0 | \$0 |
| 10 | Cost of independent audit | \$5,800 | \$5,800 |
| 11 | Funding for resident participation activities | \$1,325 | \$1,300 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$1,440 | \$1,440 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$8,565 | \$8,540 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$259,401 | \$259,376 |

Part B. Formula Income

| | | | |
|----|--|-----------------|-----------------|
| 01 | PUM formula income | \$72.74 | \$72.74 |
| 02 | PUM change in utility allowances | (\$2.15) | \$0.46 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$70.59 | \$73.20 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$50,472 | \$52,338 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$208,929 | \$207,038 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,800 | \$5,800 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$208,929 | \$207,038 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$207,038 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN088000001 | \$ 324,861 | \$ 288,996 | \$ 198,183 | \$ 90,813 | \$ 90,813 | | \$ - | |
| | Total | \$ 324,861 | \$ 288,996 | \$ 198,183 | \$ 90,813 | \$ 90,813 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. James A. Carson
Executive Director
Oak Ridge Housing Authority
10 Van Hicks Lane
Oak Ridge, TN 37830-1709

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN08800000108D

Dear Mr. Carson:

This letter obligates \$90,813 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|---|--|--|--|--|--|--|--|--|--|---------------------------|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Oak Ridge Housing Authority 10 Van Hicks Lane Oak Ridge, TN 37830 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-2782 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 8 8 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | | | HUD Use Only | | | | | |
| 196577472 | | | | | | 8. ROFO Code: | | | | Financial Analyst: | |
| | | | | | | 0437 | | | | June H. Oliver | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 128 | | 0 | | 0 | | 128 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,492 | 1,492 | 1,492 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 12 | | 12 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|----|--|
| 05 | Units undergoing modernization | 3 | 3 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 12 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 17 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|----|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 12 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 17 | |
| 15 | Total Unit Months | 1,536 | 1,524 | 1,504 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 125 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$278.38 | \$278.38 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$284.50 | \$284.50 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$433,578 | \$433,578 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$9.08 | \$9.08 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$13,838 | \$13,838 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$17,173 | \$18,000 |
| 10 | Cost of independent audit | \$3,850 | \$3,850 |
| 11 | Funding for resident participation activities | \$3,125 | \$3,125 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$3,072 | \$3,072 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$27,220 | \$28,047 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$474,636 | \$475,463 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$101.50 | \$101.50 |
| 02 | PUM change in utility allowances | (\$2.68) | (\$2.68) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$98.82 | \$98.82 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$150,602 | \$150,602 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$324,034 | \$324,861 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$3,850 | \$3,850 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$324,034 | \$324,861 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$324,861 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN090000003 | \$ 257,868 | \$ 229,399 | \$ 164,107 | \$ 65,292 | \$ 65,292 | | \$ - | |
| | Total | \$ 257,868 | \$ 229,399 | \$ 164,107 | \$ 65,292 | \$ 65,292 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Jon A. Wells
Executive Director
Lafayette Housing Authority
613 Dycus Cir
Lafayette, TN 37083-1224

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN09000000308D

Dear Mr. Wells:

This letter obligates \$65,292 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through *e*LOCCS (electronic Line of Credit Control System). Instructions for the use of *e*LOCCS are in Notice PIH 2002-28 (HA), Use of *e*LOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|--|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|--|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Lafayette Housing Authority 613 Dycus Circle Lafayette, TN 37083 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-2779 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | T N 0 9 0 0 0 0 0 0 3 | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 032890188 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0443 | | | Sam Perrin | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 102 | | 0 | | 0 | | 102 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,176 | 1,176 | 1,176 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 48 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 37 | |
| 15 | Total Unit Months | 1,224 | 1,213 | 1,176 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 98 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|-------|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 1,224 | |
|----|---|--|-------|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|----------|-------------|------------------|-------------------|
|----------|-------------|------------------|-------------------|

Part A. Formula Expenses

Project Expense Level (PEL)

| | | | |
|----|--|-----------|-----------|
| 01 | PUM project expense level (PEL) | \$253.09 | \$253.09 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$258.66 | \$258.66 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$313,755 | \$313,755 |

Utilities Expense Level (UEL)

| | | | |
|----|--|---------|---------|
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$3.36 | \$3.36 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$4,076 | \$4,076 |

Add-Ons

| | | | |
|----|---|------------------|------------------|
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$6,802 | \$6,435 |
| 10 | Cost of independent audit | \$2,997 | \$3,000 |
| 11 | Funding for resident participation activities | \$2,450 | \$2,450 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,448 | \$2,448 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$14,697 | \$14,333 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$332,528 | \$332,164 |

Part B. Formula Income

| | | | |
|----|--|-----------------|-----------------|
| 01 | PUM formula income | \$61.25 | \$61.25 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$61.25 | \$61.25 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$74,296 | \$74,296 |

Part C. Other Formula Provisions

| | | | |
|----|--|------------|------------|
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |

Part D. Calculation of Formula Amount

| | | | |
|----|--|------------------|------------------|
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$258,232 | \$257,868 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$2,997 | \$3,000 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$258,232 | \$257,868 |

Part E. Calculation of Operating Subsidy (HUD Use Only)

| | | | |
|----|---|--|------------|
| 01 | Formula amount (same as Part D, Line 03) | | \$257,868 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN092000001 | \$ 281,643 | \$ 250,550 | \$ 185,239 | \$ 65,311 | \$ 65,311 | | \$ - | |
| | Total | \$ 281,643 | \$ 250,550 | \$ 185,239 | \$ 65,311 | \$ 65,311 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. William Smith
Executive Director
Grundy Housing Authority
100 Raulston Avenue
Monteagle, TN 37356-9572

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN09200000108D

Dear Mr. Smith:

This letter obligates \$65,311 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|---|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Grundy Housing Authority 100 Raulston Avenue Monteagle, TN 37356 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | | 5. Fiscal Year End: | | | | 6. Operating Fund Project Number: | | | |
| A-3070 | | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | | T N 0 9 2 0 0 0 0 0 1 | | | |
| 7. DUNS Number: | | | | HUD Use Only | | | | | | | |
| 124280397 | | | | 8. ROFO Code: | | | | Financial Analyst: | | | |
| | | | | 0437 | | | | June H. Oliver | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 110 | | 0 | | 0 | | 110 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,297 | 1,297 | 1,297 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|----|---|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 0 | 0 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 23 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|---|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 23 | |
| 15 | Total Unit Months | 1,320 | 1,320 | 1,297 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 108 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$259.05 | \$259.05 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$264.75 | \$264.75 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$349,470 | \$349,470 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$110.92 | \$110.92 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$146,414 | \$146,414 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$8,067 | \$8,067 |
| 10 | Cost of independent audit | \$7,800 | \$7,800 |
| 11 | Funding for resident participation activities | \$2,700 | \$2,700 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$2,640 | \$2,640 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$21,207 | \$21,207 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$517,091 | \$517,091 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$178.37 | \$178.37 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$178.37 | \$178.37 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$235,448 | \$235,448 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$281,643 | \$281,643 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$7,800 | \$7,800 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$281,643 | \$281,643 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$281,643 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN095000001 | \$ 483,794 | \$ 430,383 | \$ 294,480 | \$ 135,903 | \$ 135,903 | | \$ - | |
| | Total | \$ 483,794 | \$ 430,383 | \$ 294,480 | \$ 135,903 | \$ 135,903 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. Edward Pearlman
Executive Director
Shelby County Housing Authority
715 Rouge Bluff Road
Memphis, TN 38127-2614

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN09500000108D

Dear Mr. Pearlman:

This letter obligates \$135,903 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | |
|--|--|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold; margin: 0;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing |
| OMB Approval No. 2577-0029 (exp.10/31/2008) | | |

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | | |
|--|---|---|--|---|---|---|---|---|---|---|--|---|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | | |
| Shelby County Housing Authority 715 Rouge Bluff Road Memphis, TN 38127 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | | |
| A-3077 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center; border-collapse: collapse;"> <tr> <td style="border: 1px solid black;">T</td> <td style="border: 1px solid black;">N</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">9</td> <td style="border: 1px solid black;">5</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">0</td> <td style="border: 1px solid black;">1</td> </tr> </table> | | | | | | T | N | 0 | 9 | 5 | 0 | 0 | 0 | 0 | 0 | 1 |
| T | N | 0 | 9 | 5 | 0 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | | |
| 073558686 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 175 | | 0 | | 0 | | 175 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

Categorization of Unit Months:

| Occupied Unit Months | | | | |
|----------------------|---|-------|-------|-------|
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,654 | 1,654 | 1,654 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |

| Vacant Unit Months | | | | |
|--------------------|--|-----|----|--|
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 36 | 36 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 60 | 60 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 326 | | |

| Other ACC Unit Months | | | | |
|-----------------------|--|----|--|--|
| 12 | Units eligible for asset repositioning fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 24 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 63 | |
| 15 | Total Unit Months | 2,100 | 1,813 | 1,654 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 138 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$265.28 | \$265.28 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$271.12 | \$271.12 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$491,541 | \$491,541 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$46.49 | \$46.49 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$84,286 | \$84,286 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$7,501 | \$7,501 |
| 10 | Cost of independent audit | \$0 | \$0 |
| 11 | Funding for resident participation activities | \$3,450 | \$3,450 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$4,200 | \$4,200 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$15,151 | \$15,151 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$590,978 | \$590,978 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$76.12 | \$76.12 |
| 02 | PUM change in utility allowances | (\$5.86) | (\$5.86) |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$70.26 | \$70.26 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$127,381 | \$127,381 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$20,197 | \$20,197 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$20,197 | \$20,197 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$483,794 | \$483,794 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$0 | \$0 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$483,794 | \$483,794 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$483,794 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN111000001 | \$ 684,312 | \$ 608,764 | \$ 418,002 | \$ 190,762 | \$ 190,762 | | \$ - | |
| | Total | \$ 684,312 | \$ 608,764 | \$ 418,002 | \$ 190,762 | \$ 190,762 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. William G. (Bo) Pierce
Executive Director
Knox County Housing Authority
6333 Pleasant Ridge Road
Knoxville, TN 37921-1102

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN11100000108D

Dear Mr. Pierce:

This letter obligates \$190,762 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the typed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|--|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> <div style="font-weight: bold;">For Informational Purposes Only</div> | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|--|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | |
|--|--|--|--|--|--|--|--|--|--|--|--|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | |
| Knox County Housing Authority 6333 Pleasant Ridge Road Knoxville, TN 37921 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. _____ | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | |
| A-3078 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <div style="display: flex; justify-content: space-between;"> TN111000001 </div> | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | |
| 126719363 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | |
| | | | 0437 | | | June H. Oliver | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 197 | | 0 | | 0 | | 197 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 1,992 | 1,992 | 1,992 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 24 | 24 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 3 | 3 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 345 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 71 | |
| 15 | Total Unit Months | 2,364 | 2,090 | 1,992 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 166 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|------------------|-------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$268.62 | \$268.62 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$274.53 | \$274.53 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$554,276 | \$573,768 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$178.20 | \$161.71 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$359,786 | \$337,974 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$4,527 | \$3,729 |
| 10 | Cost of independent audit | \$5,500 | \$5,162 |
| 11 | Funding for resident participation activities | \$4,150 | \$4,150 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$4,038 | \$4,728 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$18,215 | \$17,769 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$932,277 | \$929,511 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$0.00 | \$117.32 |
| 02 | PUM change in utility allowances | \$10.23 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$10.23 | \$117.32 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$20,654 | \$245,199 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$911,623 | \$684,312 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$5,500 | \$5,162 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$911,623 | \$684,312 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$684,312 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |

Attached are the final obligation letters and final approved forms HUD-52723 for all projects in your Public Housing Agency (PHA). Also, below is the worksheet reconciling operating subsidy funding for all projects in your PHA. For more information on this reconciliation worksheet, please refer to "Final Calendar Year (CY) 2008 Operating Subsidy Obligation: Reconciliation Methodology" at: <http://www.hud.gov/offices/pih/programs/ph/am/of/opfnd2008.cfm>

| | | A | B | C | D | E | F | G | H |
|-----|--------------|---------------------------|--|---|---|---|--------------------------------|------------------------------------|-------------------------|
| No. | Project # | CY 2008 Total Eligibility | CY 2008 Prorated Eligibility at 88.96% | Amount Previously Obligated through 9/30/08 | Expected Funding for 10/1/08 through 12/31/08 (before reconciliation) | Actual Funding for 10/1/08 through 12/31/08 | Amount overfunded at PHA level | Amount deobligated during the year | Amount to be recaptured |
| 1 | TN125000001 | \$ 553,067 | \$ 492,008 | \$ 375,934 | \$ 116,074 | \$ 116,074 | | \$ - | |
| | Total | \$ 553,067 | \$ 492,008 | \$ 375,934 | \$ 116,074 | \$ 116,074 | \$ - | \$ - | \$ - |

Note: Project level amounts may not add to totals due to rounding.

Definitions:

Column A: Final approved CY 2008 eligibility of the project from Line E1 of HUD-52723.

Column B: Prorated CY 2008 eligibility at 88.96 percent proration.

Column C: Total amount funded to the project previously in three rounds of funding.

Column D: Funding to be provided to the project before reconciliation (Col B - Col C). This amount can be negative indicating that the project has received more funding than eligibility.

Column E: Actual funding provided to the project after reconciliation. This amount cannot be negative.

Column F: In cases where a PHA as a whole may have received more funding than eligibility, this column represents the overfunded amount at the PHA level

Column G: Amount deobligated during the year for the project. No action is required by the PHA.

Column H: If PHA as a whole received more funding than eligibility and HUD was not able to deobligate funds during the year (i.e., Col F exceeds Col G), funds will have to be recaptured. HUD will provide instructions to the affected PHAs and Field Offices on further action required.

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING

September 23, 2008



OFFICE OF PUBLIC AND INDIAN HOUSING
REAL ESTATE ASSESSMENT CENTER

Mr. John E. Greer
Executive Director
Franklin County Housing Authority
PO Box 502
Winchester, TN 37398-0502

SUBJECT: **Final Obligation Letter**, Public Housing Operating Subsidies,
LOCCS/PAS Project No. TN12500000108D

Dear Mr. Greer:

This letter obligates \$116,074 of Operating Fund subsidy for Federal Fiscal Year 2008, representing the project's final obligation for the period January 1, 2008 through December 31, 2008. The project's final obligated amount was determined in accordance with the final eligibility calculation and reconciliation worksheet available at the Asset Management webpage: <http://www.hud.gov/offices/pih/programs/ph/am/funding.cfm>.

All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. By drawing down the funds obligated in this letter or interim obligation letter(s) you and your agency are confirming agreement and compliance with all the terms and conditions of the Operating Fund program. Further, a drawdown of these funds constitutes an agreement that the final eligibility and obligation amount is correct. The amount of your agency's obligated funds is available through eLOCCS (electronic Line of Credit Control System). Instructions for the use of eLOCCS are in Notice PIH 2002-28 (HA), Use of eLOCCS to Request Operating Subsidy Payments and Elimination of Form HUD-52721. If you have questions regarding this letter please contact your HUD Field Office.

Sincerely,

A handwritten signature in black ink, reading "Elizabeth A. Hanson", is positioned above the printed name.

Elizabeth A. Hanson
Deputy Assistant Secretary,
Real Estate Assessment Center

| | | | |
|--|---|---|---|
| Operating Fund Calculation of Operating Subsidy PHA-Owned Rental Housing | <div style="font-size: 2em; font-weight: bold;">2008</div> For Informational Purposes Only | U.S. Department of Housing and Urban Development Office of Public and Indian Housing | OMB Approval No. 2577-0029 (exp.10/31/2008) |
|--|---|---|---|

Public Reporting Burden for this collection of information is estimated to average .75 hours per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. This agency may not collect this information, and you are not required to complete this form, unless it displays a currently valid OMB control number. This information is required by Section 9(a) of the U.S. Housing Act of 1937, as amended, and by 24 CFR Part 990 HUD regulations. HUD makes payments for the operation and maintenance of low-income housing projects to PHAs. The Operating Fund determines the amount of operating subsidy to be paid to PHAs. PHAs provide information on the Project Expense Level (PEL), Utilities Expense Level (UEL), Other Formula Expenses (Add-ons) and Formula Income - the major Operating Fund components. HUD reviews the information to determine each PHA's Formula Amount and the funds to be obligated for the Funding Period to each PHA based on the appropriation by Congress. HUD also uses the information as the basis for requesting annual appropriations from Congress. Responses to the collection of information are required to obtain a benefit. The information requested does not lend itself to confidentiality.

| Section 1 | | | | | | | | | | | | | | | | | | | | | |
|---|---|---|--|---|---|---|---|---|---|--|--|---|---|---|---|---|---|---|---|---|---|
| 1. Name and Address of Public Housing Agency: | | | | | | 2. Funding Period: 01/01/2008 to 12/31/2008 | | | | | | | | | | | | | | | |
| Franklin County Housing Authority PO Box 502 Winchester, TN 37398 | | | | | | 3. Type of Submission: <input checked="" type="checkbox"/> Original <input type="checkbox"/> Revision No. ____ | | | | | | | | | | | | | | | |
| 4. ACC Number: | | | 5. Fiscal Year End: | | | 6. Operating Fund Project Number: | | | | | | | | | | | | | | | |
| A 4385 | | | <input type="checkbox"/> 12/31 <input type="checkbox"/> 3/31 <input type="checkbox"/> 6/30 <input type="checkbox"/> 9/30 | | | <table style="width: 100%; text-align: center;"> <tr> <td>T</td><td>N</td><td>1</td><td>2</td><td>5</td><td>0</td><td>0</td><td>0</td><td>0</td><td>1</td> </tr> </table> | | | | | | T | N | 1 | 2 | 5 | 0 | 0 | 0 | 0 | 1 |
| T | N | 1 | 2 | 5 | 0 | 0 | 0 | 0 | 1 | | | | | | | | | | | | |
| 7. DUNS Number: | | | HUD Use Only | | | | | | | | | | | | | | | | | | |
| 831940457 | | | 8. ROFO Code: | | | Financial Analyst: | | | | | | | | | | | | | | | |
| | | | 0440 | | | Sam Perrin | | | | | | | | | | | | | | | |

| Section 2 | | | | | | |
|--|---|---------------------------|---|-------------------------------|---|-------------------------------|
| Calculation of ACC Units for the 12-month period from July 1 to June 30 that is prior to the first day of the Funding Period: | | | | | | |
| ACC Units on 7/1/2005 | + | Units Added to ACC | - | Units Deleted from ACC | = | ACC Units on 6/30/2006 |
| 234 | | 0 | | 0 | | 234 |

| Line No. | Category | Column A Unit Months | Column B Eligible Unit Months(EUMs) | Column C Resident Participation Unit Months |
|----------|----------|-------------------------|--|--|
|----------|----------|-------------------------|--|--|

| Categorization of Unit Months: | | | | |
|--------------------------------|---|-------|-------|-------|
| Occupied Unit Months | | | | |
| 01 | Occupied dwelling units - by public housing eligible family under lease | 2,578 | 2,578 | 2,578 |
| 02 | Occupied dwelling units - by PHA employee, police officer, or other security personnel who is not otherwise eligible for public housing | 0 | | 0 |
| 03 | New units - eligible to receive subsidy during the funding period but not included on Lines 01, 02, or 05-13 | 0 | 0 | 0 |
| 04 | New units - eligible to receive subsidy from 10/1 to 12/31 of previous funding period but not included on previous Calculation of Operating Subsidy | 0 | 0 | 0 |
| Vacant Unit Months | | | | |
| 05 | Units undergoing modernization | 0 | 0 | |
| 06 | Special use units | 12 | 12 | |
| 06a | Units on Line 02 that are occupied by police officers and that also qualify as special use units | | 0 | |
| 07 | Units vacant due to litigation | 0 | 0 | |
| 08 | Units vacant due to disasters | 0 | 0 | |
| 09 | Units vacant due to casualty losses | 0 | 0 | |
| 10 | Units vacant due to changing market conditions | 0 | 0 | |
| 11 | Units vacant and not categorized above | 218 | | |
| Other ACC Unit Months | | | | |
| 12 | Units eligible for asset reposiotiong fee and still on ACC (occupied or vacant) | 0 | | |
| 13 | All other ACC units not categorized above | 0 | | |

Calculations Based on Unit Months:

| | | | | |
|----|---|--------------|--------------|--------------|
| 14 | Limited vacancies | | 84 | |
| 15 | Total Unit Months | 2,808 | 2,674 | 2,578 |
| 16 | Units eligible for funding for resident participation activities (Line 15C divided by 12) | | | 215 |

Special Provision for Calculation Of Utilities Expense Level:

| | | | | |
|----|---|--|---|--|
| 17 | Unit months for which actual consumption is included on Line 01 of form HUD 52722 and that were removed from Lines 01 through 11, above, because of removal from inventory, including eligibility for asset repositioning fee | | 0 | |
|----|---|--|---|--|

Section 3

| Line No. | Description | Requested by PHA | HUD Modifications |
|--|--|--------------------|--------------------|
| Part A. Formula Expenses | | | |
| Project Expense Level (PEL) | | | |
| 01 | PUM project expense level (PEL) | \$250.46 | \$250.46 |
| 02 | Inflation factor | 1.02200 | 1.02200 |
| 03 | PUM inflated PEL (Part A, Line 01 times Line 02) | \$255.97 | \$255.97 |
| 04 | PEL (Part A, Line 03 times Section 2, Line 15, Column B) | \$684,464 | \$684,464 |
| Utilities Expense Level (UEL) | | | |
| 05 | PUM utilities expense level (UEL) (from Line 26 of form HUD-52722) | \$112.33 | \$112.33 |
| 06 | UEL (Part A, Line 05 times Section 2, Line 15, Column B) | \$300,370 | \$300,370 |
| Add-Ons | | | |
| 07 | Self-sufficiency | \$0 | \$0 |
| 08 | Energy loan amortization | \$0 | \$0 |
| 09 | Payment in lieu of taxes (PILOT) | \$18,354 | \$18,354 |
| 10 | Cost of independent audit | \$4,538 | \$4,538 |
| 11 | Funding for resident participation activities | \$5,375 | \$5,375 |
| 12 | Asset management fee | \$0 | \$0 |
| 13 | Information technology fee | \$5,616 | \$5,616 |
| 14 | Asset repositioning fee | \$0 | \$0 |
| 15 | Costs attributable to changes in federal law, regulation, or economy | \$0 | \$0 |
| 16 | Total Add-Ons (Sum of Part A, Lines 07 through 15) | \$33,883 | \$33,883 |
| 17 | Total Formula Expenses (Part A, Line 04 plus Line 06 plus Line 16) | \$1,018,717 | \$1,018,717 |
| Part B. Formula Income | | | |
| 01 | PUM formula income | \$174.14 | \$174.14 |
| 02 | PUM change in utility allowances | \$0.00 | \$0.00 |
| 03 | PUM adjusted formula income (Sum of Part B, Lines 01 and 02) | \$174.14 | \$174.14 |
| 04 | Total Formula Income (Part B, Line 03 times Section 2, Line 15, Column B) | \$465,650 | \$465,650 |
| Part C. Other Formula Provisions | | | |
| 01 | Moving-to-Work (MTW) | \$0 | \$0 |
| 02 | Transition funding | \$0 | \$0 |
| 03 | Other | \$0 | \$0 |
| 04 | Total Other Formula Provisions (Sum of Part C, Lines 01 through 03) | \$0 | \$0 |
| Part D. Calculation of Formula Amount | | | |
| 01 | Formula calculation (Part A, Line 17 minus Part B, Line 04 plus Part C, Line 04) | \$553,067 | \$553,067 |
| 02 | Cost of independent audit (Same as Part A, Line 10) | \$4,538 | \$4,538 |
| 03 | Formula amount (greater of Part D, Lines 01 or 02) | \$553,067 | \$553,067 |
| Part E. Calculation of Operating Subsidy (HUD Use Only) | | | |
| 01 | Formula amount (same as Part D, Line 03) | | \$553,067 |
| 02 | Adjustment due to availability of funds | | \$0 |
| 03 | HUD discretionary adjustments | | \$0 |
| 04 | Funds Obligated for Period (Part E, Line 01 minus Line 02 minus Line 03) | | \$0 |